

|  |  |             |  |  |  |  |  |
|--|--|-------------|--|--|--|--|--|
|  |  | FOR OHF USE |  |  |  |  |  |
|  |  |             |  |  |  |  |  |
|  |  |             |  |  |  |  |  |
|  |  |             |  |  |  |  |  |

LL 1

**2003**  
**STATE OF ILLINOIS**  
**DEPARTMENT OF PUBLIC AID**  
**FINANCIAL AND STATISTICAL REPORT FOR**  
**LONG-TERM CARE FACILITIES**  
**(FISCAL YEAR 2003)**

IMPORTANT NOTICE  
 THIS AGENCY IS REQUESTING DISCLOSURE OF INFORMATION  
 THAT IS NECESSARY TO ACCOMPLISH THE STATUTORY  
 PURPOSE AS OUTLINED IN 210 ILCS 45/3-208. DISCLOSURE  
 OF THIS INFORMATION IS MANDATORY. FAILURE TO PROVIDE  
 ANY INFORMATION ON OR BEFORE THE DUE DATE WILL  
 RESULT IN CESSATION OF PROGRAM PAYMENTS. THIS FORM  
 HAS BEEN APPROVED BY THE FORMS MANAGEMENT CENTER.

|   |  |   |  |
|---|--|---|--|
| <b>I. IDPH Facility ID Number:</b> <u>0046037</u>   |  | <b>II. CERTIFICATION BY AUTHORIZED FACILITY OFFICER</b>   |  |
| <b>Facility Name:</b> <u>Palm Terrace of Mattoon</u>  |  | I have examined the contents of the accompanying report to the<br>State of Illinois, for the period from <u>01/01/03</u> to <u>12/31/03</u><br>and certify to the best of my knowledge and belief that the said contents<br>are true, accurate and complete statements in accordance with<br>applicable instructions. Declaration of preparer (other than provider)<br>is based on all information of which preparer has any knowledge. |  |
| <b>Address:</b> <u>1000 Palm Avenue</u> <u>Mattoon</u> <u>61938</u><br>Number City Zip Code   |  | Intentional misrepresentation or falsification of any information<br>in this cost report may be punishable by fine and/or imprisonment.   |  |
| <b>County:</b> <u>Coles</u>   |  | (Signed) _____ (Date) _____   |  |
| <b>Telephone Number:</b> <u>(217) 234-7403</u> <b>Fax #</b> <u>(217) 258-6642</u>   |  | (Type or Print Name) _____  |  |
| <b>IDPA ID Number:</b> <u>743055934001</u>  |  | (Title) _____   |  |
| <b>Date of Initial License for Current Owners:</b> <u>11/01/2002</u>  |  | (Signed) <u>SEE ACCOUNTANTS' COMPILATION REPORT</u><br>(Date) _____   |  |
| <b>Type of Ownership:</b>   |  | (Print Name and Title) _____  |  |
| <input type="checkbox"/> VOLUNTARY, NON-PROFIT  |  | (Firm Name & Address) <u>Altschuler, Melvoin and Glasser LLP</u><br><u>One South Wacker Drive, Suite 800, Chicago, IL 60606</u>   |  |
| <input type="checkbox"/> Charitable Corp.   |  | (Telephone) <u>(312) 634-3400</u> <b>Fax #</b> <u>(312) 634-5518</u>  |  |
| <input type="checkbox"/> Trust  |  | MAIL TO: OFFICE OF HEALTH FINANCE<br>ILLINOIS DEPARTMENT OF PUBLIC AID<br>201 S. Grand Avenue East<br>Springfield, IL 62763-0001 Phone # (217) 782-1630   |  |
| <b>IRS Exemption Code</b> _____   |  | SEE ACCOUNTANTS' COMPILATION REPORT   |  |
| <input checked="" type="checkbox"/> PROPRIETARY   |  |   |  |
| <input type="checkbox"/> GOVERNMENTAL   |  |   |  |
| <input type="checkbox"/> Individual   |  |   |  |
| <input type="checkbox"/> Partnership  |  |   |  |
| <input type="checkbox"/> Corporation  |  |   |  |
| <input checked="" type="checkbox"/> "Sub-S" Corp.   |  |   |  |
| <input type="checkbox"/> Limited Liability Co.  |  |   |  |
| <input type="checkbox"/> Trust  |  |   |  |
| <input type="checkbox"/> Other _____  |  |   |  |
| In the event there are further questions about this report, please contact:<br>Name: <u>Christine A. Hanover</u> Telephone Number: <u>(312) 634-3400</u><br>Please send copies of desk review and audit adjustments to address on this page |  |   |  |

## STATE OF ILLINOIS

Page 2

Facility Name & ID Number Palm Terrace of Mattoon# 0046037 Report Period Beginning: 01/01/03 Ending: 12/31/03

## III. STATISTICAL DATA

A. Licensure/certification level(s) of care; enter number of beds/bed days,  
(must agree with license). Date of change in licensed bedsN/A

|   | 1  | 2                           | 3                               | 4  |   |
|---|--|-----------------------------|---------------------------------|--|---|
|   | Beds at<br>Beginning of<br>Report Period | Licensure<br>Level of Care  | Beds at End of<br>Report Period | Licensed<br>Bed Days During<br>Report Period |   |
| 1 | <u>178</u>                               | Skilled (SNF)               | <u>178</u>                      | <u>64,970</u>                                | 1 |
| 2 |  | Skilled Pediatric (SNF/PED) |                                 |  | 2 |
| 3 |  | Intermediate (ICF)          |                                 |  | 3 |
| 4 |  | Intermediate/DD             |                                 |  | 4 |
| 5 |  | Sheltered Care (SC)         |                                 |  | 5 |
| 6 |  | ICF/DD 16 or Less           |                                 |  | 6 |
| 7 | <u>178</u>                               | TOTALS                      | <u>178</u>                      | <u>64,970</u>                                | 7 |

## B. Census-For the entire report period.

|    | 1             | 2   | 3            | 4            | 5             |    |
|----|---------------|---|--------------|--------------|---------------|----|
|    | Level of Care | Patient Days by Level of Care and Primary Source of Payment |              |              |               |    |
|    |               | Public Aid<br>Recipient                                     | Private Pay  | Other        | Total         |    |
| 8  | SNF           | <u>26,579</u>   | <u>2,081</u> | <u>2,260</u> | <u>30,920</u> | 8  |
| 9  | SNF/PED       |   |              |              |               | 9  |
| 10 | ICF           |   |              |              |               | 10 |
| 11 | ICF/DD        |   |              |              |               | 11 |
| 12 | SC            |   |              |              |               | 12 |
| 13 | DD 16 OR LESS |   |              |              |               | 13 |
| 14 | TOTALS        | <u>26,579</u>   | <u>2,081</u> | <u>2,260</u> | <u>30,920</u> | 14 |

C. Percent Occupancy. (Column 5, line 14 divided by total licensed  
bed days on line 7, column 4.) 47.59%

D. How many bed-hold days during this year were paid by Public Aid?

None (Do not include bed-hold days in Section B.)E. List all services provided by your facility for non-patients.  
(E.g., day care, "meals on wheels", outpatient therapy)None

F. Does the facility maintain a daily midnight census?

YesG. Do pages 3 & 4 include expenses for services or  
investments not directly related to patient care?YES ☒NO ☐Non-allowable costs have been  
eliminated in Schedule V, Column 7

H. Does the BALANCE SHEET (page 17) reflect any non-care assets?

YES ☐NO ☒

I. On what date did you start providing long term care at this location?

Date started 11/01/2002

J. Was the facility purchased or leased after January 1, 1978?

YES ☒Date 11/01/2002NO ☐

K. Was the facility certified for Medicare during the reporting year?

YES ☒NO ☐

If YES, enter number

of beds certified 14 and days of care provided 2,232Medicare Intermediary AdminaStar Federal

## IV. ACCOUNTING BASIS

ACCRUAL ☒

MODIFIED

CASH\* ☐CASH\* ☐

Is your fiscal year identical to your tax year?

YES ☒ NO ☐Tax Year: 12/31/03 Fiscal Year: 12/31/03

\* All facilities other than governmental must report on the accrual basis.

SEE ACCOUNTANTS' COMPILATION REPORT

## STATE OF ILLINOIS

Page 3

Facility Name &amp; ID Number Palm Terrace of Mattoon # 0046037 Report Period Beginning: 01/01/03 Ending: 12/31/03

## V. COST CENTER EXPENSES (throughout the report, please round to the nearest dollar)

|     | Operating Expenses   | Costs Per General Ledger |               |            |            | Reclass-<br>ification<br>5 | Reclassified<br>Total<br>6 | Adjust-<br>ments<br>7** | Adjusted<br>Total<br>8 | FOR OHF USE ONLY |    |     |
|-----|--|--------------------------|---------------|------------|------------|----------------------------|----------------------------|-------------------------|------------------------|------------------|----|-----|
|     |  | Salary/Wage<br>1         | Supplies<br>2 | Other<br>3 | Total<br>4 |                            |                            |                         |                        | 9                | 10 |     |
|     | <b>A. General Services</b>                                       |                          |               |            |            |                            |                            |                         |                        |                  |    |     |
| 1   | Dietary  | 166,429                  | 12,578        | 500        | 179,507    |                            | 179,507                    | 216                     | 179,723                |                  |    | 1   |
| 2   | Food Purchase  |                          | 134,305       |            | 134,305    |                            | 134,305                    | (2,619)                 | 131,686                |                  |    | 2   |
| 3   | Housekeeping   | 82,769                   | 19,515        |            | 102,284    |                            | 102,284                    |                         | 102,284                |                  |    | 3   |
| 4   | Laundry  | 44,228                   | 6,601         |            | 50,829     |                            | 50,829                     |                         | 50,829                 |                  |    | 4   |
| 5   | Heat and Other Utilities   |                          |               | 141,207    | 141,207    |                            | 141,207                    | 585                     | 141,792                |                  |    | 5   |
| 6   | Maintenance  | 29,888                   | 24,658        | 34,709     | 89,255     |                            | 89,255                     | 2,490                   | 91,745                 |                  |    | 6   |
| 7   | Other (specify):*  |                          |               |            |            |                            |                            |                         |                        |                  |    | 7   |
| 8   | <b>TOTAL General Services</b>                                    | 323,314                  | 197,657       | 176,416    | 697,387    |                            | 697,387                    | 672                     | 698,059                |                  |    | 8   |
|     | <b>B. Health Care and Programs</b>                               |                          |               |            |            |                            |                            |                         |                        |                  |    |     |
| 9   | Medical Director   |                          |               | 13,900     | 13,900     |                            | 13,900                     |                         | 13,900                 |                  |    | 9   |
| 10  | Nursing and Medical Records                                      | 907,894                  | 100,164       | 43,936     | 1,051,994  |                            | 1,051,994                  |                         | 1,051,994              |                  |    | 10  |
| 10a | Therapy  |                          | 1,341         | 121,468    | 122,809    |                            | 122,809                    |                         | 122,809                |                  |    | 10a |
| 11  | Activities   | 25,392                   | 341           |            | 25,733     |                            | 25,733                     |                         | 25,733                 |                  |    | 11  |
| 12  | Social Services  | 62,887                   | 143           |            | 63,030     |                            | 63,030                     |                         | 63,030                 |                  |    | 12  |
| 13  | Nurse Aide Training  |                          |               |            |            |                            |                            |                         |                        |                  |    | 13  |
| 14  | Program Transportation   | 14,401                   |               |            | 14,401     |                            | 14,401                     |                         | 14,401                 |                  |    | 14  |
| 15  | Other (specify):*  |                          |               |            |            |                            |                            |                         |                        |                  |    | 15  |
| 16  | <b>TOTAL Health Care and Programs</b>                            | 1,010,574                | 101,989       | 179,304    | 1,291,867  |                            | 1,291,867                  |                         | 1,291,867              |                  |    | 16  |
|     | <b>C. General Administration</b>                                 |                          |               |            |            |                            |                            |                         |                        |                  |    |     |
| 17  | Administrative   | 175,489                  |               | 38,929     | 214,418    |                            | 214,418                    | (38,929)                | 175,489                |                  |    | 17  |
| 18  | Directors Fees   |                          |               |            |            |                            |                            |                         |                        |                  |    | 18  |
| 19  | Professional Services  |                          |               | 17,026     | 17,026     |                            | 17,026                     | 40,321                  | 57,347                 |                  |    | 19  |
| 20  | Dues, Fees, Subscriptions & Promotions                           |                          |               | 11,992     | 11,992     |                            | 11,992                     | 960                     | 12,952                 |                  |    | 20  |
| 21  | Clerical & General Office Expenses                               | 51,561                   | 7,156         | 24,215     | 82,932     |                            | 82,932                     | 17,383                  | 100,315                |                  |    | 21  |
| 22  | Employee Benefits & Payroll Taxes                                |                          |               | 171,751    | 171,751    |                            | 171,751                    | 15,201                  | 186,952                |                  |    | 22  |
| 23  | Inservice Training & Education                                   |                          |               | 1,869      | 1,869      |                            | 1,869                      | 425                     | 2,294                  |                  |    | 23  |
| 24  | Travel and Seminar   |                          |               | 2,932      | 2,932      |                            | 2,932                      | 1,447                   | 4,379                  |                  |    | 24  |
| 25  | Other Admin. Staff Transportation                                |                          |               | 16,778     | 16,778     |                            | 16,778                     | 1,539                   | 18,317                 |                  |    | 25  |
| 26  | Insurance-Prop.Liab.Malpractice                                  |                          |               | 140,930    | 140,930    |                            | 140,930                    | (416)                   | 140,514                |                  |    | 26  |
| 27  | Other (specify):*  |                          |               |            |            |                            |                            |                         |                        |                  |    | 27  |
| 28  | <b>TOTAL General Administration</b>                              | 227,050                  | 7,156         | 426,422    | 660,628    |                            | 660,628                    | 37,931                  | 698,559                |                  |    | 28  |
| 29  | <b>TOTAL Operating Expense<br/>(sum of lines 8, 16 &amp; 28)</b> | 1,560,938                | 306,802       | 782,142    | 2,649,882  |                            | 2,649,882                  | 38,603                  | 2,688,485              |                  |    | 29  |

\* Attach a schedule if more than one type of cost is included on this line, or if the total exceeds \$1000.

SEE ACCOUNTANTS' COMPILATION REPORT

NOTE: Include a separate schedule detailing the reclassifications made in column 5. Be sure to include a detailed explanation of each reclassification.

\*\* See schedule of adjustments attached at end of cost report.

V. COST CENTER EXPENSES (continued)

|    | Capital Expense                                       | Cost Per General Ledger |               |            |            | Reclass-<br>ification<br>5 | Reclassified<br>Total<br>6 | Adjust-<br>ments<br>7** | Adjusted<br>Total<br>8 | FOR OHF USE ONLY |    |    |
|----|---|-------------------------|---------------|------------|------------|----------------------------|----------------------------|-------------------------|------------------------|------------------|----|----|
|    |   | Salary/Wage<br>1        | Supplies<br>2 | Other<br>3 | Total<br>4 |                            |                            |                         |                        | 9                | 10 |    |
|    | <b>D. Ownership</b>                                   |                         |               |            |            |                            |                            |                         |                        |                  |    |    |
| 30 | Depreciation  |                         |               | 47,208     | 47,208     |                            | 47,208                     | (23,244)                | 23,964                 |                  |    | 30 |
| 31 | Amortization of Pre-Op. & Org.                        |                         |               |            |            |                            |                            |                         |                        |                  |    | 31 |
| 32 | Interest  |                         |               | 56,248     | 56,248     |                            | 56,248                     | 21,067                  | 77,315                 |                  |    | 32 |
| 33 | Real Estate Taxes                                     |                         |               | 28,500     | 28,500     |                            | 28,500                     |                         | 28,500                 |                  |    | 33 |
| 34 | Rent-Facility & Grounds                               |                         |               |            |            |                            |                            | 2,789                   | 2,789                  |                  |    | 34 |
| 35 | Rent-Equipment & Vehicles                             |                         |               | 19,143     | 19,143     |                            | 19,143                     | 546                     | 19,689                 |                  |    | 35 |
| 36 | Other (specify):*                                     |                         |               |            |            |                            |                            |                         |                        |                  |    | 36 |
| 37 | <b>TOTAL Ownership</b>                                |                         |               | 151,099    | 151,099    |                            | 151,099                    | 1,158                   | 152,257                |                  |    | 37 |
|    | <b>Ancillary Expense</b>                              |                         |               |            |            |                            |                            |                         |                        |                  |    |    |
|    | <b>E. Special Cost Centers</b>                        |                         |               |            |            |                            |                            |                         |                        |                  |    |    |
| 38 | Medically Necessary Transportation                    |                         |               |            |            |                            |                            |                         |                        |                  |    | 38 |
| 39 | Ancillary Service Centers                             |                         | 55,676        |            | 55,676     |                            | 55,676                     |                         | 55,676                 |                  |    | 39 |
| 40 | Barber and Beauty Shops                               |                         |               |            |            |                            |                            |                         |                        |                  |    | 40 |
| 41 | Coffee and Gift Shops                                 |                         |               |            |            |                            |                            |                         |                        |                  |    | 41 |
| 42 | Provider Participation Fee                            |                         |               | 97,455     | 97,455     |                            | 97,455                     |                         | 97,455                 |                  |    | 42 |
| 43 | Other (specify):* <b>Nonallowable Costs</b>           |                         |               | 42,777     | 42,777     |                            | 42,777                     | (42,777)                |                        |                  |    | 43 |
| 44 | <b>TOTAL Special Cost Centers</b>                     |                         | 55,676        | 140,232    | 195,908    |                            | 195,908                    | (42,777)                | 153,131                |                  |    | 44 |
| 45 | <b>GRAND TOTAL COST</b><br>(sum of lines 29, 37 & 44) | 1,560,938               | 362,478       | 1,073,473  | 2,996,889  |                            | 2,996,889                  | (3,016)                 | 2,993,873              |                  |    | 45 |

\*Attach a schedule if more than one type of cost is included on this line, or if the total exceeds \$1000.

\*\*See schedule of adjustments attached at end of cost report.

SEE ACCOUNTANTS' COMPILATION REPORT

**VI. ADJUSTMENT DETAIL**      A. The expenses indicated below are non-allowable and should be adjusted out of Schedule V, pages 3 or 4 via column 7.  
 In column 2 below, reference the line on which the particular cost was included. (See instructions.)

|   | 1           | 2              | 3               |    |
|---|-------------|----------------|-----------------|----|
|   | Amount      | Refer-<br>ence | OHF USE<br>ONLY |    |
| <b>NON-ALLOWABLE EXPENSES</b>                                     |             |                |                 |    |
| 1 Day Care  | \$          |                | \$              | 1  |
| 2 Other Care for Outpatients                                      |             |                |                 | 2  |
| 3 Governmental Sponsored Special Programs                         |             |                |                 | 3  |
| 4 Non-Patient Meals   | (719)       | 2              |                 | 4  |
| 5 Telephone, TV & Radio in Resident Rooms                         | (5,649)     | 43             |                 | 5  |
| 6 Rented Facility Space   |             |                |                 | 6  |
| 7 Sale of Supplies to Non-Patients                                |             |                |                 | 7  |
| 8 Laundry for Non-Patients  |             |                |                 | 8  |
| 9 Non-Straightline Depreciation                                   | (28,061)    | 30             |                 | 9  |
| 10 Interest and Other Investment Income                           | 11,116      | 32             |                 | 10 |
| 11 Discounts, Allowances, Rebates & Refunds                       |             |                |                 | 11 |
| 12 Non-Working Officer's or Owner's Salary                        |             |                |                 | 12 |
| 13 Sales Tax  | (278)       | 43             |                 | 13 |
| 14 Non-Care Related Interest                                      |             |                |                 | 14 |
| 15 Non-Care Related Owner's Transactions                          |             |                |                 | 15 |
| 16 Personal Expenses (Including Transportation)                   |             |                |                 | 16 |
| 17 Non-Care Related Fees  |             |                |                 | 17 |
| 18 Fines and Penalties  |             |                |                 | 18 |
| 19 Entertainment  |             |                |                 | 19 |
| 20 Contributions  |             |                |                 | 20 |
| 21 Owner or Key-Man Insurance                                     |             |                |                 | 21 |
| 22 Special Legal Fees & Legal Retainers                           |             |                |                 | 22 |
| 23 Malpractice Insurance for Individuals                          |             |                |                 | 23 |
| 24 Bad Debt   | (11,637)    | 43             |                 | 24 |
| 25 Fund Raising, Advertising and Promotional                      | (4,567)     | 43             |                 | 25 |
| 26 Income Taxes and Illinois Personal<br>Property Replacement Tax |             |                |                 | 26 |
| 27 Nurse Aide Training for Non-Employees                          |             |                |                 | 27 |
| 28 Yellow Page Advertising  |             |                |                 | 28 |
| 29 Other-Attach Schedule See Schedule 5a                          | (26,884)    |                |                 | 29 |
| 30 SUBTOTAL (A): (Sum of lines 1-29)                              | \$ (66,679) |                | \$              | 30 |

| OHF USE ONLY |  |    |    |    |    |  |
|--------------|--|----|----|----|----|--|
| 48           |  | 49 | 50 | 51 | 52 |  |

B. If there are expenses experienced by the facility which do not appear in the general ledger, they should be entered below.(See instructions.)

|   | 1          | 2         |    |
|---|------------|-----------|----|
|   | Amount     | Reference |    |
| 31 Non-Paid Workers-Attach Schedule*                            | \$         |           | 31 |
| 32 Donated Goods-Attach Schedule*                               |            |           | 32 |
| 33 Amortization of Organization &<br>Pre-Operating Expense      |            |           | 33 |
| 34 Adjustments for Related Organization<br>Costs (Schedule VII) | 63,663     |           | 34 |
| 35 Other- Attach Schedule                                       |            |           | 35 |
| 36 SUBTOTAL (B): (sum of lines 31-35)                           | \$ 63,663  |           | 36 |
| (sum of SUBTOTALS   |            |           |    |
| 37 TOTAL ADJUSTMENTS (A) and (B) )                              | \$ (3,016) |           | 37 |

\*These costs are only allowable if they are necessary to meet minimum licensing standards. Attach a schedule detailing the items included on these lines.

C. Are the following expenses included in Sections A to D of pages 3 and 4? If so, they should be reclassified into Section E. Please reference the line on which they appear before reclassification.  
 (See instructions.)

|                                    | 1   | 2  | 3      | 4         |    |
|------------------------------------|-----|----|--------|-----------|----|
|                                    | Yes | No | Amount | Reference |    |
| 38 Medically Necessary Transport.  |     | X  | \$     |           | 38 |
| 39                                 |     |    |        |           | 39 |
| 40 Gift and Coffee Shops           |     | X  |        |           | 40 |
| 41 Barber and Beauty Shops         |     | X  |        |           | 41 |
| 42 Laboratory and Radiology        |     | X  |        |           | 42 |
| 43 Prescription Drugs              |     | X  |        |           | 43 |
| 44 Exceptional Care Program        |     | X  |        |           | 44 |
| 45 Other-Attach Schedule           |     | X  |        |           | 45 |
| 46 Other-Attach Schedule           |     | X  |        |           | 46 |
| 47 TOTAL (C): (sum of lines 38-46) |     |    | \$     |           | 47 |

SEE ACCOUNTANTS' COMPILATION REPORT

Palm Terrace of Mattoon

ID# 0046037

Report Period Beginning: 01/01/03

Ending: 12/31/03

Sch. V Line

| NON-ALLOWABLE EXPENSES |       | Amount | Reference |
|------------------------|-------|--------|-----------|
| 1                      |       | \$     | 1         |
| 2                      |       |        | 2         |
| 3                      |       |        | 3         |
| 4                      |       |        | 4         |
| 5                      |       |        | 5         |
| 6                      |       |        | 6         |
| 7                      |       |        | 7         |
| 8                      |       |        | 8         |
| 9                      |       |        | 9         |
| 10                     |       |        | 10        |
| 11                     |       |        | 11        |
| 12                     |       |        | 12        |
| 13                     |       |        | 13        |
| 14                     |       |        | 14        |
| 15                     |       |        | 15        |
| 16                     |       |        | 16        |
| 17                     |       |        | 17        |
| 18                     |       |        | 18        |
| 19                     |       |        | 19        |
| 20                     |       |        | 20        |
| 21                     |       |        | 21        |
| 22                     |       |        | 22        |
| 23                     |       |        | 23        |
| 24                     |       |        | 24        |
| 25                     |       |        | 25        |
| 26                     |       |        | 26        |
| 27                     |       |        | 27        |
| 28                     |       |        | 28        |
| 29                     |       |        | 29        |
| 30                     |       |        | 30        |
| 31                     |       |        | 31        |
| 32                     |       |        | 32        |
| 33                     |       |        | 33        |
| 34                     |       |        | 34        |
| 35                     |       |        | 35        |
| 36                     |       |        | 36        |
| 37                     |       |        | 37        |
| 38                     |       |        | 38        |
| 39                     |       |        | 39        |
| 40                     |       |        | 40        |
| 41                     |       |        | 41        |
| 42                     |       |        | 42        |
| 43                     |       |        | 43        |
| 44                     |       |        | 44        |
| 45                     |       |        | 45        |
| 46                     |       |        | 46        |
| 47                     |       |        | 47        |
| 48                     |       |        | 48        |
| 49                     | Total | 0      | 49        |

See Accountants' Compilation Report

## Summary A

12/31/03

12/31/03

[illegible]





Facility Name & ID Number Palm Terrace of Mattoon# 0046037

Report Period Beginning:

01/01/03

Ending:

12/31/03

## VII. RELATED PARTIES

A. Enter below the names of ALL owners and related organizations (parties) as defined in the instructions. Attach an additional schedule if necessary.

| 1 OWNERS      |             | 2 RELATED NURSING HOMES  |      | 3 OTHER RELATED BUSINESS ENTITIES |                          |                  |
|---------------|-------------|--------------------------|------|-----------------------------------|--------------------------|------------------|
| Name          | Ownership % | Name                     | City | Name                              | City                     | Type of Business |
| Mark Petersen | See Sch 6A  | See Attached Schedule 6A |      |                                   | See Attached Schedule 6A |                  |
|               |             |                          |      |                                   |                          |                  |
|               |             |                          |      |                                   |                          |                  |
|               |             |                          |      |                                   |                          |                  |
|               |             |                          |      |                                   |                          |                  |
|               |             |                          |      |                                   |                          |                  |
|               |             |                          |      |                                   |                          |                  |

B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth. ☒ YES ☐ NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

| 1          | 2     | 3 Cost Per General Ledger       | 4         | 5 Cost to Related Organization | 6                    | 7                                      | 8 Difference:  |
|------------|-------|---------------------------------|-----------|--------------------------------|----------------------|--|--|
| Schedule V | Line  | Item                            | Amount    | Name of Related Organization   | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) |
| 1          | V     | 1 Dietary                       | \$        | Petersen Health Care Companies | 0.00%                | \$ 216                                 | \$ 216 1   |
| 2          | V     | 5 Utilities                     |           | Petersen Health Care Companies | 0.00%                | 585                                    | 585 2  |
| 3          | V     | 6 Maintenance                   |           | Petersen Health Care Companies | 0.00%                | 2,490                                  | 2,490 3  |
| 4          | V     | 17 Administrative               | 38,929    | Petersen Health Care Companies | 0.00%                |  | (38,929) 4   |
| 5          | V     | 19 Professional Services        |           | Petersen Health Care Companies | 0.00%                | 13,729                                 | 13,729 5   |
| 6          | V     | 20 Dues, Fees and Subscriptions |           | Petersen Health Care Companies | 0.00%                | 299                                    | 299 6  |
| 7          | V     | 21 Clerical and General Office  |           | Petersen Health Care Companies | 0.00%                | 16,194                                 | 16,194 7   |
| 8          | V     | 22 Employee Benefits            |           | Petersen Health Care Companies | 0.00%                | 17,008                                 | 17,008 8   |
| 9          | V     | 23 Inservice Training           |           | Petersen Health Care Companies | 0.00%                | 425                                    | 425 9  |
| 10         | V     | 24 Travel and Seminar           |           | Petersen Health Care Companies | 0.00%                | 1,447                                  | 1,447 10   |
| 11         | V     | 25 Other Admin Staff Transport. |           | Petersen Health Care Companies | 0.00%                | 1,539                                  | 1,539 11   |
| 12         | V     | 26 Insurance                    |           | Petersen Health Care Companies | 0.00%                | 749                                    | 749 12   |
| 13         | V     | 30 Depreciation                 |           | Petersen Health Care Companies | 0.00%                | 4,817                                  | 4,817 13   |
| 14         | Total |                                 | \$ 38,929 |                                |                      | \$ 59,498                              | \$ * 20,569 14   |

\* Total must agree with the amount recorded on line 34 of Schedule VI.

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number **Palm Terrace of Mattoon**# **0046037**Report Period Beginning: **01/01/03**Ending: **12/31/03****VII. RELATED PARTIES (continued)**

**B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth.**

☒

YES

☐

NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

| 1          | 2     | 3 Cost Per General Ledger      | 4      | 5 Cost to Related Organization | 6                    | 7                                      | 8 Difference:  |    |
|------------|-------|--------------------------------|--------|--------------------------------|----------------------|--|--|----|
| Schedule V | Line  | Item                           | Amount | Name of Related Organization   | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) |    |
| 15         | V     | 32 Interest                    | \$     | Petersen Health Care Companies | 0.00%                | \$ 9,951                               | \$ 9,951   | 15 |
| 16         | V     | 34 Rent-Facility and Grounds   |        | Petersen Health Care Companies | 0.00%                | 2,789                                  | 2,789  | 16 |
| 17         | V     | 35 Rent-Equipment and Vehicles |        | Petersen Health Care Companies | 0.00%                | 546                                    | 546  | 17 |
| 18         | V     |                                |        |                                |                      |  |  | 18 |
| 19         | V     |                                |        |                                |                      |  |  | 19 |
| 20         | V     |                                |        |                                |                      |  |  | 20 |
| 21         | V     |                                |        |                                |                      |  |  | 21 |
| 22         | V     |                                |        |                                |                      |  |  | 22 |
| 23         | V     |                                |        |                                |                      |  |  | 23 |
| 24         | V     |                                |        |                                |                      |  |  | 24 |
| 25         | V     |                                |        |                                |                      |  |  | 25 |
| 26         | V     |                                |        |                                |                      |  |  | 26 |
| 27         | V     |                                |        |                                |                      |  |  | 27 |
| 28         | V     |                                |        |                                |                      |  |  | 28 |
| 29         | V     |                                |        |                                |                      |  |  | 29 |
| 30         | V     |                                |        |                                |                      |  |  | 30 |
| 31         | V     |                                |        |                                |                      |  |  | 31 |
| 32         | V     |                                |        |                                |                      |  |  | 32 |
| 33         | V     |                                |        |                                |                      |  |  | 33 |
| 34         | V     |                                |        |                                |                      |  |  | 34 |
| 35         | V     |                                |        |                                |                      |  |  | 35 |
| 36         | V     |                                |        |                                |                      |  |  | 36 |
| 37         | V     |                                |        |                                |                      |  |  | 37 |
| 38         | V     |                                |        |                                |                      |  |  | 38 |
| 39         | Total |                                | \$     |                                |                      | \$ 13,286                              | \$ * 13,286  | 39 |

\* Total must agree with the amount recorded on line 34 of Schedule VI.

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number **Palm Terrace of Mattoon**# **0046037**Report Period Beginning: **01/01/03**Ending: **12/31/03****VII. RELATED PARTIES (continued)**

**B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth.**

☒

YES

☐

NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

| 1          | 2     | 3 Cost Per General Ledger       | 4      | 5 Cost to Related Organization | 6                    | 7                                      | 8 Difference:  |
|------------|-------|---------------------------------|--------|--------------------------------|----------------------|--|--|
| Schedule V | Line  | Item                            | Amount | Name of Related Organization   | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) |
| 15         | V     | 19 Professional services        | \$     | RLP Senior Villages Inc        |                      | \$ 26,592                              | \$ 26,592  |
| 16         | V     | 20 Dues, fees and subscriptions |        | RLP Senior Villages Inc        |                      | 2,027                                  | 2,027  |
| 17         | V     | 21 Clerical and general office  |        | RLP Senior Villages Inc        |                      | 1,189                                  | 1,189  |
| 18         | V     |                                 |        |                                |                      |  |  |
| 19         | V     |                                 |        |                                |                      |  |  |
| 20         | V     |                                 |        |                                |                      |  |  |
| 21         | V     |                                 |        |                                |                      |  |  |
| 22         | V     |                                 |        |                                |                      |  |  |
| 23         | V     |                                 |        |                                |                      |  |  |
| 24         | V     |                                 |        |                                |                      |  |  |
| 25         | V     |                                 |        |                                |                      |  |  |
| 26         | V     |                                 |        |                                |                      |  |  |
| 27         | V     |                                 |        |                                |                      |  |  |
| 28         | V     |                                 |        |                                |                      |  |  |
| 29         | V     |                                 |        |                                |                      |  |  |
| 30         | V     |                                 |        |                                |                      |  |  |
| 31         | V     |                                 |        |                                |                      |  |  |
| 32         | V     |                                 |        |                                |                      |  |  |
| 33         | V     |                                 |        |                                |                      |  |  |
| 34         | V     |                                 |        |                                |                      |  |  |
| 35         | V     |                                 |        |                                |                      |  |  |
| 36         | V     |                                 |        |                                |                      |  |  |
| 37         | V     |                                 |        |                                |                      |  |  |
| 38         | V     |                                 |        |                                |                      |  |  |
| 39         | Total |                                 | \$     |                                |                      | \$ 29,808                              | \$ * 29,808  |

\* Total must agree with the amount recorded on line 34 of Schedule VI.

SEE ACCOUNTANTS' COMPILATION REPORT

Palm Terrace of Mattoon  
Provider # 0046307  
12/31/2003

**Schedule 6A**

**VII Related Parties - Page 6 - owned 100% by Mark Petersen**

Related Nursing Homes

City

In-State:

|                                 |                |
|---------------------------------|----------------|
| Arcola Health Care Center       | Arcola, IL     |
| Bement Health Care Center       | Bement, IL     |
| Countryview Terrace             | Louisville, IL |
| Eastview Terrace                | Sullivan, IL   |
| Havana Health Care Center       | Havana, IL     |
| Kewanee Care Home               | Kewanee, IL    |
| Palm Terrace of Mattoon         | Mattoon, IL    |
| Prairie Rose Health Care Center | Pana, IL       |
| Robings Manor Nursing Home      | Brighton, IL   |
| Royal Oaks Care Center          | Kewanee, IL    |
| Sullivan Health Care Center     | Sullivan, IL   |
| Sunset Manor Nursing Home       | Canton, IL     |

Out-of-State:

|                            |               |
|----------------------------|---------------|
| Meadow Lawn Nursing Center | Davenport, IA |
|----------------------------|---------------|

Related Assisted Living

|                   |             |
|-------------------|-------------|
| Courtyard Estates | Kewanee, IL |
|-------------------|-------------|

Other Related Business Entities

|                                |            |                        |
|--------------------------------|------------|------------------------|
| Petersen Health Care Companies | Peoria, IL | Management/Bookkeeping |
| RLP Senior Villages, Inc.      | Peoria, IL | Management/Bookkeeping |

**SEE ACCOUNTANTS' COMPILATION REPORT**

Facility Name & ID Number Palm Terrace of Mattoon # 0046037 Report Period Beginning: 01/01/03 Ending: 12/31/03

## VII. RELATED PARTIES (continued)

## C. Statement of Compensation and Other Payments to Owners, Relatives and Members of Board of Directors.

**NOTE: ALL owners ( even those with less than 5% ownership) and their relatives who receive any type of compensation from this home must be listed on this schedule.**

|    | 1<br>Name     | 2<br>Title | 3<br>Function  | 4<br>Ownership Interest | 5<br>Compensation Received From Other Nursing Homes* | 6<br>Average Hours Per Work Week Devoted to this Facility and % of Total Work Week |         | 7<br>Compensation Included in Costs for this Reporting Period** |           | 8<br>Schedule V. Line & Column Reference |    |
|----|---------------|------------|----------------|-------------------------|--|--|---------|---|-----------|--|----|
|    |               |            |                |                         |  | Hours  | Percent | Description   | Amount    |  |    |
| 1  | Mark Petersen | President  | Administrative | 100.00                  | 317,911  | 6.75   | 10.00   | Salary  | \$ 34,589 | L17, C1                                  | 1  |
| 2  |               |            |                |                         |  |  |         |   |           |  | 2  |
| 3  |               |            |                |                         |  |  |         |   |           |  | 3  |
| 4  |               |            |                |                         |  |  |         |   |           |  | 4  |
| 5  |               |            |                |                         |  |  |         |   |           |  | 5  |
| 6  |               |            |                |                         |  |  |         |   |           |  | 6  |
| 7  |               |            |                |                         | See Attached Schedule 7A                             |  |         |   |           |  | 7  |
| 8  |               |            |                |                         |  |  |         |   |           |  | 8  |
| 9  |               |            |                |                         |  |  |         |   |           |  | 9  |
| 10 |               |            |                |                         |  |  |         |   |           |  | 10 |
| 11 |               |            |                |                         |  |  |         |   |           |  | 11 |
| 12 |               |            |                |                         |  |  |         |   |           |  | 12 |
| 13 |               |            |                |                         |  |  |         | TOTAL   | \$ 34,589 |  | 13 |

\* If the owner(s) of this facility or any other related parties listed above have received compensation from other nursing homes, attach a schedule detailing the name(s) of the home(s) as well as the amount paid. THIS AMOUNT MUST AGREE TO THE AMOUNTS CLAIMED ON THE THE OTHER NURSING HOMES' COST REPORTS.

\*\* This must include all forms of compensation paid by related entities and allocated to Schedule V of this report (i.e., management fees). FAILURE TO PROPERLY COMPLETE THIS SCHEDULE INDICATING ALL FORMS OF COMPENSATION RECEIVED FROM THIS HOME, ALL OTHER NURSING HOMES AND MANAGEMENT COMPANIES MAY RESULT IN THE DISALLOWANCE OF SUCH COMPENSATION

SEE ACCOUNTANTS' COMPILATION REPORT

Palm Terrace of Mattoon  
Provider # 0046307  
12/31/2003

**Schedule 7A**

**VII Related Parties**

**C Statement of Compensation and Other Payments to Owners, Relatives and Members of Board of Directors**

| Name          | Arcola<br>Health<br>Care<br>Center | Bement<br>Health<br>Care<br>Center | Countryview<br>Terrace | Eastview<br>Terrace | Havana<br>Health<br>Care<br>Center | Kewanee<br>Care<br>Center | Meadow<br>Lawn<br>Nursing<br>Center | Palm<br>Terrace of<br>Mattoon | Prairie Rose<br>Health<br>Care<br>Center | Robings<br>Manor<br>Nursing<br>Home | Royal<br>Oaks<br>Care<br>Center | Sullivan<br>Health<br>Care<br>Center | Sunset<br>Manor<br>Nursing<br>Home | TOTAL   |
|---------------|------------------------------------|------------------------------------|------------------------|---------------------|------------------------------------|---------------------------|-------------------------------------|-------------------------------|--|-------------------------------------|---------------------------------|--------------------------------------|------------------------------------|---------|
| Mark Petersen | 37,699                             | 23,276                             | 6,197                  | 22,462              | 32,710                             | 28,962                    | 25,443                              | 34,589                        | 35,181                                   | 26,725                              | 28,388                          | 9,151                                | 41,717                             | 352,500 |

**SEE ACCOUNTANTS' COMPILATION REPORT**

Facility Name & ID Number Palm Terrace of Mattoon# 0046037

Report Period Beginning:

01/01/03Ending: 12/31/03

## VIII. ALLOCATION OF INDIRECT COSTS

A. Are there any costs included in this report which were derived from allocations of central office or parent organization costs? (See instructions.) YES ☒ NO ☐

Name of Related Organization

Petersen Health Care Companies

Street Address

7218 North Villa Lake

City / State / Zip Code

Peoria, Illinois 61614

Phone Number

( 309 )691-8113

Fax Number

( 309 )691-8622

B. Show the allocation of costs below. If necessary, please attach worksheets.

|    | 1<br>Schedule V<br>Line<br>Reference | 2<br><br>Item                | 3<br>Unit of Allocation<br>(i.e.,Days, Direct Cost,<br>Square Feet) | 4<br><br>Total Units | 5<br>Number of<br>Subunits Being<br>Allocated Among | 6<br>Total Indirect<br>Cost Being<br>Allocated | 7<br>Amount of Salary<br>Cost Contained<br>in Column 6 | 8<br>Facility<br>Units | 9<br>Allocation<br>(col.8/col.4)x col.6 |    |
|----|--------------------------------------|------------------------------|---|----------------------|---|--|--|------------------------|---|----|
| 1  | 1                                    | Dietary                      | Patient Days  | 315,110              | 13  | \$ 2,200                                       | \$   | 30,920                 | 216                                     | 1  |
| 2  | 5                                    | Utilities                    | Patient Days  | 315,110              | 13  | 5,963  |  | 30,920                 | 585                                     | 2  |
| 3  | 6                                    | Maintenance                  | Patient Days  | 315,110              | 13  | 25,373   |  | 30,920                 | 2,490                                   | 3  |
| 4  | 19                                   | Professional Services        | Patient Days  | 315,110              | 13  | 139,914  |  | 30,920                 | 13,729                                  | 4  |
| 5  | 20                                   | Dues, Fees and Subscriptions | Patient Days  | 315,110              | 13  | 3,044  |  | 30,920                 | 299                                     | 5  |
| 6  | 21                                   | Clerical and General Office  | Patient Days  | 315,110              | 13  | 165,031  |  | 30,920                 | 16,194                                  | 6  |
| 7  | 22                                   | Employee Benefits            | Patient Days  | 315,110              | 13  | 173,328  |  | 30,920                 | 17,008                                  | 7  |
| 8  | 23                                   | Inservice Training           | Patient Days  | 315,110              | 13  | 4,328  |  | 30,920                 | 425                                     | 8  |
| 9  | 24                                   | Travel and Seminar           | Patient Days  | 315,110              | 13  | 14,743   |  | 30,920                 | 1,447                                   | 9  |
| 10 | 25                                   | Other Admin Staff Transport. | Patient Days  | 315,110              | 13  | 15,681   |  | 30,920                 | 1,539                                   | 10 |
| 11 | 26                                   | Insurance                    | Patient Days  | 315,110              | 13  | 7,635  |  | 30,920                 | 749                                     | 11 |
| 12 | 30                                   | Depreciation                 | Patient Days  | 315,110              | 13  | 49,093   |  | 30,920                 | 4,817                                   | 12 |
| 13 | 32                                   | Interest                     | Patient Days  | 315,110              | 13  | 101,410  |  | 30,920                 | 9,951                                   | 13 |
| 14 | 34                                   | Rent-Facility and Ground     | Patient Days  | 315,110              | 13  | 28,419   |  | 30,920                 | 2,789                                   | 14 |
| 15 | 35                                   | Rent-Equipment and Vehicles  | Patient Days  | 315,110              | 13  | 5,568  |  | 30,920                 | 546                                     | 15 |
| 16 |                                      |                              |   |                      |   |  |  |                        |   | 16 |
| 17 |                                      |                              |   |                      |   |  |  |                        |   | 17 |
| 18 |                                      |                              |   |                      |   |  |  |                        |   | 18 |
| 19 |                                      |                              |   |                      |   |  |  |                        |   | 19 |
| 20 |                                      |                              |   |                      |   |  |  |                        |   | 20 |
| 21 |                                      |                              |   |                      |   |  |  |                        |   | 21 |
| 22 |                                      |                              |   |                      |   |  |  |                        |   | 22 |
| 23 |                                      |                              |   |                      |   |  |  |                        |   | 23 |
| 24 |                                      |                              |   |                      |   |  |  |                        |   | 24 |
| 25 | TOTALS                               |                              |   |                      |   | \$ 741,730                                     | \$   |                        | \$ 72,784                               | 25 |

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Palm Terrace of Mattoon# 0046037

Report Period Beginning:

01/01/03Ending: 12/31/03

## VIII. ALLOCATION OF INDIRECT COSTS

A. Are there any costs included in this report which were derived from allocations of central office or parent organization costs? (See instructions.) YES ☒ NO ☐

Name of Related Organization R/LP Senior Villages, Inc.Street Address 7218 North Villa LakeCity / State / Zip Code Peoria, IL 61614Phone Number ( 309 ) 691-8113Fax Number ( 309 ) 691-8622

B. Show the allocation of costs below. If necessary, please attach worksheets.

| 1                               | 2      | 3   | 4            | 5  | 6   | 7   | 8                 | 9                                  |    |
|---------------------------------|--------|---|--------------|--|---|---|-------------------|------------------------------------|----|
| Schedule V<br>Line<br>Reference | Item   | Unit of Allocation<br>(i.e., Days, Direct Cost,<br>Square Feet) | Total Units  | Number of<br>Subunits Being<br>Allocated Among | Total Indirect<br>Cost Being<br>Allocated | Amount of Salary<br>Cost Contained<br>in Column 6 | Facility<br>Units | Allocation<br>(col.8/col.4)x col.6 |    |
| 1                               | 19     | Professional services   | Patient days | 3  | \$ 34,382                                 | \$  | 30,920            | \$ 26,592                          | 1  |
| 2                               | 20     | Dues, fees and subscriptions                                    | Patient days | 3  | 21,069                                    |   | 30,920            | 827                                | 2  |
| 3                               | 20     | Dues, fees and subscriptions                                    | Direct costs | 1  | 1,200                                     |   | 1                 | 1,200                              | 3  |
| 4                               | 21     | Clerical and general office                                     | Patient days | 3  | 2,480                                     |   | 30,920            | 1,189                              | 4  |
| 5                               |        |   |              |  |   |   |                   |                                    | 5  |
| 6                               |        |   |              |  |   |   |                   |                                    | 6  |
| 7                               |        |   |              |  |   |   |                   |                                    | 7  |
| 8                               |        |   |              |  |   |   |                   |                                    | 8  |
| 9                               |        |   |              |  |   |   |                   |                                    | 9  |
| 10                              |        |   |              |  |   |   |                   |                                    | 10 |
| 11                              |        |   |              |  |   |   |                   |                                    | 11 |
| 12                              |        |   |              |  |   |   |                   |                                    | 12 |
| 13                              |        |   |              |  |   |   |                   |                                    | 13 |
| 14                              |        |   |              |  |   |   |                   |                                    | 14 |
| 15                              |        |   |              |  |   |   |                   |                                    | 15 |
| 16                              |        |   |              |  |   |   |                   |                                    | 16 |
| 17                              |        |   |              |  |   |   |                   |                                    | 17 |
| 18                              |        |   |              |  |   |   |                   |                                    | 18 |
| 19                              |        |   |              |  |   |   |                   |                                    | 19 |
| 20                              |        |   |              |  |   |   |                   |                                    | 20 |
| 21                              |        |   |              |  |   |   |                   |                                    | 21 |
| 22                              |        |   |              |  |   |   |                   |                                    | 22 |
| 23                              |        |   |              |  |   |   |                   |                                    | 23 |
| 24                              |        |   |              |  |   |   |                   |                                    | 24 |
| 25                              | TOTALS |   |              |  | \$ 59,131                                 | \$  |                   | \$ 29,808                          | 25 |

SEE ACCOUNTANTS' COMPILATION REPORT



Facility Name & ID Number Palm Terrace of Mattoon# 0046037

Report Period Beginning:

01/01/03

Ending:

12/31/03

## IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE

A. Interest: (Complete details must be provided for each loan - attach a separate schedule if necessary.)

| 1  |                              | 2         |    | 3               |                          | 4            |                | 5         |                            | 6                        |                                   | 7      |    | 8      |    | 9 |  | 10 |  |
|----|------------------------------|-----------|----|-----------------|--------------------------|--------------|----------------|-----------|----------------------------|--------------------------|-----------------------------------|--------|----|--------|----|---|--|----|--|
|    | Name of Lender               | Related** |    | Purpose of Loan | Monthly Payment Required | Date of Note | Amount of Note |           | Maturity Date              | Interest Rate (4 Digits) | Reporting Period Interest Expense |        |    |        |    |   |  |    |  |
|    |                              | YES       | NO |                 |                          |              | Original       | Balance   |                            |                          |                                   |        |    |        |    |   |  |    |  |
|    | A. Directly Facility Related |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        |    |   |  |    |  |
|    | Long-Term                    |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        |    |   |  |    |  |
| 1  | Associated Bank              |           | x  | Mortgage        | \$14,075.65              | 9/20/03      | \$             | 1,611,250 | \$                         | 1,474,100                | 09/20/33                          | 0.0645 | \$ | 54,975 | 1  |   |  |    |  |
| 2  | Associated Bank              |           | x  | Vehicle         | \$544.28                 | 5/9/03       |                | 18,000    |                            | 14,559                   | 05/09/08                          | 0.0550 |    | 461    | 2  |   |  |    |  |
| 3  |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 3  |   |  |    |  |
| 4  |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 4  |   |  |    |  |
| 5  |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 5  |   |  |    |  |
|    | Working Capital              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        |    |   |  |    |  |
| 6  |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 6  |   |  |    |  |
| 7  |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 7  |   |  |    |  |
| 8  |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 8  |   |  |    |  |
| 9  | TOTAL Facility Related       |           |    |                 | \$14,619.93              |              | \$             | 1,629,250 | \$                         | 1,488,659                |                                   |        | \$ | 55,436 | 9  |   |  |    |  |
|    | B. Non-Facility Related*     |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        |    |   |  |    |  |
| 10 |                              |           |    |                 |                          |              |                |           | Home office allocation     |                          |                                   |        |    | 9,951  | 10 |   |  |    |  |
| 11 |                              |           |    |                 |                          |              |                |           | Amortization of loan costs |                          |                                   |        |    | 11,928 | 11 |   |  |    |  |
| 12 |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 12 |   |  |    |  |
| 13 |                              |           |    |                 |                          |              |                |           |                            |                          |                                   |        |    |        | 13 |   |  |    |  |
| 14 | TOTAL Non-Facility Related   |           |    |                 |                          |              | \$             |           | \$                         |                          |                                   |        | \$ | 21,879 | 14 |   |  |    |  |
| 15 | TOTALS (line 9+line14)       |           |    |                 |                          |              | \$             | 1,629,250 | \$                         | 1,488,659                |                                   |        | \$ | 77,315 | 15 |   |  |    |  |

16) Please indicate the total amount of mortgage insurance expense and the location of this expense on Sch. V. \$ -0- Line # N/A\* Any interest expense reported in this section should be adjusted out on page 5, line 14 and, consequently, page 4, col. 7.  
(See instructions.)

SEE ACCOUNTANTS' COMPILATION REPORT

\*\* If there is ANY overlap in ownership between the facility and the lender, this must be indicated in column 2.  
(See instructions.)

Facility Name & ID Number **Palm Terrace of Mattoon**# **0046037**Report Period Beginning: **01/01/03**

Ending:

**12/31/03****IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE (continued)****B. Real Estate Taxes**

|  |   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
|--|---|------------------|---------------|---|------|---------------|---|------|---------------|----|------|---------------|----|------|---------------|----|---|-------------------------|--|----|--------------------------------------|----|---------------------------------|----|----------------------------|----|---------------------------------------|
| <div style="border: 1px solid black; padding: 2px; display: inline-block;"> <b>Important</b>, please see the next worksheet, "RE_Tax". The real estate tax statement and bill must accompany the cost report. </div>   |   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 1. Real Estate Tax accrual used on 2002 report.  |   | \$               | 1             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 2. Real Estate Taxes paid during the year: (Indicate the tax year to which this payment applies. If payment covers more than one year, detail below.)  | 2002  | \$               | 2             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 3. Under or (over) accrual (line 2 minus line 1).  |   | \$               | 3             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 4. Real Estate Tax accrual used for 2003 report. (Detail and explain your calculation of this accrual on the lines below.)   |   | \$ <b>28,500</b> | 4             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 5. Direct costs of an appeal of tax assessments which has NOT been included in professional fees or other general operating costs on Schedule V, sections A, B or C.<br><b>(Describe appeal cost below. Attach copies of invoices to support the cost and a copy of the appeal filed with the county.)</b> |   | \$               | 5             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 6. Subtract a refund of real estate taxes. You must offset the full amount of any direct appeal costs classified as a real estate tax cost plus one-half of any remaining refund.<br><b>TOTAL REFUND \$      For      Tax Year. (Attach a copy of the real estate tax appeal board's decision.)</b>        |   | \$               | 6             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 7. Real Estate Tax expense reported on Schedule V, line 33. This should be a combination of lines 3 thru 6.  |   | \$ <b>28,500</b> | 7             |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| Real Estate Tax History:   |   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| Real Estate Tax Bill for Calendar Year:  | <table border="1"> <tr><td>1998</td><td><b>42,488</b></td><td>8</td></tr> <tr><td>1999</td><td><b>40,467</b></td><td>9</td></tr> <tr><td>2000</td><td><b>41,675</b></td><td>10</td></tr> <tr><td>2001</td><td><b>20,752</b></td><td>11</td></tr> <tr><td>2002</td><td><b>28,492</b></td><td>12</td></tr> </table> | 1998             | <b>42,488</b> | 8 | 1999 | <b>40,467</b> | 9 | 2000 | <b>41,675</b> | 10 | 2001 | <b>20,752</b> | 11 | 2002 | <b>28,492</b> | 12 | <table border="1"> <tr><td colspan="2"><b>FOR OHF USE ONLY</b></td></tr> <tr><td>13</td><td>FROM R. E. TAX STATEMENT FOR 2002 \$</td></tr> <tr><td>14</td><td>PLUS APPEAL COST FROM LINE 5 \$</td></tr> <tr><td>15</td><td>LESS REFUND FROM LINE 6 \$</td></tr> <tr><td>16</td><td>AMOUNT TO USE FOR RATE CALCULATION \$</td></tr> </table> | <b>FOR OHF USE ONLY</b> |  | 13 | FROM R. E. TAX STATEMENT FOR 2002 \$ | 14 | PLUS APPEAL COST FROM LINE 5 \$ | 15 | LESS REFUND FROM LINE 6 \$ | 16 | AMOUNT TO USE FOR RATE CALCULATION \$ |
| 1998   | <b>42,488</b>   | 8                |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 1999   | <b>40,467</b>   | 9                |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 2000   | <b>41,675</b>   | 10               |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 2001   | <b>20,752</b>   | 11               |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 2002   | <b>28,492</b>   | 12               |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| <b>FOR OHF USE ONLY</b>  |   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 13   | FROM R. E. TAX STATEMENT FOR 2002 \$  |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 14   | PLUS APPEAL COST FROM LINE 5 \$   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 15   | LESS REFUND FROM LINE 6 \$  |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| 16   | AMOUNT TO USE FOR RATE CALCULATION \$   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |
| <b>Accrual is amount equal to 2002 real estate tax bill, rounded to nearest \$100.</b>   |   |                  |               |   |      |               |   |      |               |    |      |               |    |      |               |    |   |                         |  |    |                                      |    |                                 |    |                            |    |                                       |

**NOTES:**

1. Please indicate a negative number by use of brackets( ). Deduct any overaccrual of taxes from prior year.
2. If facility is a non-profit which pays real estate taxes, you must attach a denial of an application for real estate tax exemption unless the building is rented from a for-profit entity.  
**This denial must be no more than four years old at the time the cost report is filed.**

SEE ACCOUNTANTS' COMPILATION REPORT

**IMPORTANT NOTICE**

TO: Long Term Care Facilities with Real Estate Tax Rates RE: 2002 REAL ESTATE TAX COST DOCUMENTATION

In order to set the real estate tax portion of the capital rate, it is necessary that we obtain additional information regarding your calendar 2002 real estate tax costs, as well as copies of your real estate tax bills for calendar 2002.

Please complete the Real Estate Tax Statement below and forward with a copy of your 2002 real estate tax bill to the Department of Public Aid, Office of Health Finance, 201 South Grand Avenue East, Springfield, Illinois 62763.

Please send these items in with your completed 2003 cost report. The cost report will not be considered complete and timely filed until this statement and the corresponding real estate tax bills are filed. If you have any questions,

**2002 LONG TERM CARE REAL ESTATE TAX STATEMENT**

FACILITY NAME Palm Terrace of Mattoon COUNTY Coles

FACILITY IDPH LICENSE NUMBER 0046037

CONTACT PERSON REGARDING THIS REPORT Mark Petersen

TELEPHONE ( 217 ) 234-7403 FAX #: ( 217 ) 258-6642

**A. Summary of Real Estate Tax Cos**

Enter the tax index number and real estate tax assessed for 2002 on the lines provided below. Enter only the portion of tl cost that applies to the operation of the nursing home in Column D. Real estate tax applicable to any portion of the nursir home property which is vacant, rented to other organizations, or used for purposes other than long term care must not l entered in Column D. Do not include cost for any period other than calendar year 2002.

|     | (A)                     | (B)                         | (C)              | (D)   |
|-----|-------------------------|-----------------------------|------------------|---|
|     | <u>Tax Index Number</u> | <u>Property Description</u> | <u>Total Tax</u> | <u>Tax<br/>Applicable to<br/>Nursing Home</u> |
| 1.  | 07-1-00908-000          | Palm Terrace of Mattoon     | \$ 28,491.96     | \$ 28,491.96                                  |
| 2.  |                         |                             | \$               | \$  |
| 3.  |                         |                             | \$               | \$  |
| 4.  |                         |                             | \$               | \$  |
| 5.  |                         |                             | \$               | \$  |
| 6.  |                         |                             | \$               | \$  |
| 7.  |                         |                             | \$               | \$  |
| 8.  |                         |                             | \$               | \$  |
| 9.  |                         |                             | \$               | \$  |
| 10. |                         |                             | \$               | \$  |
|     |                         | <b>TOTALS</b>               | \$ 28,491.96     | \$ 28,491.96                                  |

**B. Real Estate Tax Cost Allocation:**

Does any portion of the tax bill apply to more than one nursing home, vacant property, or property which is not direct used for nursing home services?        YES   x   NO

If YES, attach an explanation & a schedule which shows the calculation of the cost allocated to the nursing hom (Generally the real estate tax cost must be allocated to the nursing home based upon sq. ft. of space used

**C. Tax Bills**

Attach a copy of the 2002 tax bills which were listed in Section A to this statement. Be sure to use the 2002 tax bill whic is normally paid during 2003.

See Accountants' Compilation Report

A.

Square Feet:

44,000

B.

General Construction Type:

Exterior

Brick and block

Frame

Number of Stories

1

C.

Does the Operating Entity?

☒

(a) Own the Facility

☐

(b) Rent from a Related Organization.

☐

(c) Rent from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI. Those checking (c) may complete Schedule XI or Schedule XII-A. See instructions.

D.

Does the Operating Entity?

☒

(a) Own the Equipment

☐

(b) Rent equipment from a Related Organization.

☒

(c) Rent equipment from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI-C. Those checking (c) may complete Schedule XI-C or Schedule XII-B. See instructions.

E.

List all other business entities owned by this operating entity or related to the operating entity that are located on or adjacent to this nursing home's ground: (such as, but not limited to, apartments, assisted living facilities, day training facilities, day care, independent living facilities, nurse aide training facilities, etc.) List entity name, type of business, square footage, and number of beds/units available (where applicable)

None

F.

Does this cost report reflect any organization or pre-operating costs which are being amortized?

☐

YES

☒

NO

If so, please complete the following:

1. Total Amount Incurred:

N/A

2. Number of Years Over Which it is Being Amortized:

N/A

3. Current Period Amortization:

N/A

4. Dates Incurred:

N/A

Nature of Costs:

N/A

(Attach a complete schedule detailing the total amount of organization and pre-operating costs.)

XI. OWNERSHIP COSTS:

A. Land.

|   | 1        | 2           | 3             | 4         |   |
|---|----------|-------------|---------------|-----------|---|
|   | Use      | Square Feet | Year Acquired | Cost      |   |
| 1 | Facility | 44,000      | 2002          | \$ 32,861 | 1 |
| 2 |          |             |               |           | 2 |
| 3 | TOTALS   | 44,000      |               | \$ 32,861 | 3 |

SEE ACCOUNTANTS' COMPILATION REPORT

**XI. OWNERSHIP COSTS (continued)**

**B. Building Depreciation-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar**

| 1                  | 2                           | 3             | 4                | 5          | 6                         | 7             | 8                          | 9           |                          |
|--------------------|-----------------------------|---------------|------------------|------------|---------------------------|---------------|----------------------------|-------------|--------------------------|
| Beds*              | FOR OHF USE ONLY            | Year Acquired | Year Constructed | Cost       | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |
| 4                  | 178                         | 2002          |                  | \$ 528,492 | \$ 11,857                 | 39            | \$ 11,293                  | \$ (564)    | \$ 11,293                |
| 5                  |                             |               |                  |            |                           |               |                            |             |                          |
| 6                  |                             |               |                  |            |                           |               |                            |             |                          |
| 7                  |                             |               |                  |            |                           |               |                            |             |                          |
| 8                  |                             |               |                  |            |                           |               |                            |             |                          |
| Improvement Type** |                             |               |                  |            |                           |               |                            |             |                          |
| 9                  |                             |               |                  |            |                           |               |                            |             |                          |
| 10                 | Alzheimer's unit renovation | 2003          |                  | 4,026      | 4                         | 39            | 22                         | 18          | 22                       |
| 11                 | Alzheimer's unit renovation | 2003          |                  | 26,810     | 14,075                    | 15            | 148                        | (13,927)    | 148                      |
| 12                 |                             |               |                  |            |                           |               |                            |             |                          |
| 13                 |                             |               |                  |            |                           |               |                            |             |                          |
| 14                 |                             |               |                  |            |                           |               |                            |             |                          |
| 15                 |                             |               |                  |            |                           |               |                            |             |                          |
| 16                 |                             |               |                  |            |                           |               |                            |             |                          |
| 17                 |                             |               |                  |            |                           |               |                            |             |                          |
| 18                 |                             |               |                  |            |                           |               |                            |             |                          |
| 19                 |                             |               |                  |            |                           |               |                            |             |                          |
| 20                 |                             |               |                  |            |                           |               |                            |             |                          |
| 21                 |                             |               |                  |            |                           |               |                            |             |                          |
| 22                 |                             |               |                  |            |                           |               |                            |             |                          |
| 23                 |                             |               |                  |            |                           |               |                            |             |                          |
| 24                 |                             |               |                  |            |                           |               |                            |             |                          |
| 25                 |                             |               |                  |            |                           |               |                            |             |                          |
| 26                 |                             |               |                  |            |                           |               |                            |             |                          |
| 27                 |                             |               |                  |            |                           |               |                            |             |                          |
| 28                 |                             |               |                  |            |                           |               |                            |             |                          |
| 29                 |                             |               |                  |            |                           |               |                            |             |                          |
| 30                 |                             |               |                  |            |                           |               |                            |             |                          |
| 31                 |                             |               |                  |            |                           |               |                            |             |                          |
| 32                 |                             |               |                  |            |                           |               |                            |             |                          |
| 33                 |                             |               |                  |            |                           |               |                            |             |                          |
| 34                 |                             |               |                  |            |                           |               |                            |             |                          |
| 35                 |                             |               |                  |            |                           |               |                            |             |                          |
| 36                 |                             |               |                  |            |                           |               |                            |             |                          |

\*Total beds on this schedule must agree with page 2.

\*\*Improvement type must be detailed in order for the cost report to be considered complete

**See Page 12A, Line 70 for total**

SEE ACCOUNTANTS' COMPILATION REPORT

B. Building Depreciation-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar

| 1<br>Improvement Type** |                         | 3<br>Year<br>Constructed | 4<br>Cost  | 5<br>Current Book<br>Depreciation | 6<br>Life<br>in Years | 7<br>Straight Line<br>Depreciation | 8<br>Adjustments | 9<br>Accumulated<br>Depreciation |    |
|-------------------------|-------------------------|--------------------------|------------|-----------------------------------|-----------------------|------------------------------------|------------------|----------------------------------|----|
| 37                      |                         |                          | \$         | \$                                |                       | \$                                 | \$               | \$                               | 37 |
| 38                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 38 |
| 39                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 39 |
| 40                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 40 |
| 41                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 41 |
| 42                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 42 |
| 43                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 43 |
| 44                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 44 |
| 45                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 45 |
| 46                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 46 |
| 47                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 47 |
| 48                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 48 |
| 49                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 49 |
| 50                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 50 |
| 51                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 51 |
| 52                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 52 |
| 53                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 53 |
| 54                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 54 |
| 55                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 55 |
| 56                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 56 |
| 57                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 57 |
| 58                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 58 |
| 59                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 59 |
| 60                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 60 |
| 61                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 61 |
| 62                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 62 |
| 63                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 63 |
| 64                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 64 |
| 65                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 65 |
| 66                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 66 |
| 67                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 67 |
| 68                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 68 |
| 69                      |                         |                          |            |                                   |                       |                                    |                  |                                  | 69 |
| 70                      | TOTAL (lines 4 thru 69) |                          | \$ 559,328 | \$ 25,936                         |                       | \$ 11,463                          | \$ (14,473)      | \$ 11,463                        | 70 |

SEE ACCOUNTANTS' COMPILATION REPORT

\*\*Improvement type must be detailed in order for the cost report to be considered complete

Facility Name &amp; ID Number Palm Terrace of Mattoon

# 0046037

Report Period Beginning:

01/01/03

Ending:

12/31/03

## XI. OWNERSHIP COSTS (continued)

## C. Equipment Depreciation-Excluding Transportation. (See instructions.)

|    | Category of Equipment    | 1<br>Cost | Current Book Depreciation 2 | Straight Line Depreciation 3 | 4<br>Adjustments | Component Life 5 | Accumulated Depreciation 6 |    |
|----|--------------------------|-----------|-----------------------------|------------------------------|------------------|------------------|----------------------------|----|
| 71 | Purchased in Prior Years | \$        | \$                          | \$                           | \$               |                  | \$                         | 71 |
| 72 | Current Year Purchases   | 63,208    | 13,415                      | 4,284                        | (9,131)          | 5 yrs            | 4,284                      | 72 |
| 73 | Fully Depreciated Assets |           |                             |                              |                  |                  |                            | 73 |
| 74 | Home office allocation   |           |                             | 4,817                        | 4,817            |                  |                            | 74 |
| 75 | TOTALS                   | \$ 63,208 | \$ 13,415                   | \$ 9,101                     | \$ (4,314)       |                  | \$ 4,284                   | 75 |

## D. Vehicle Depreciation (See instructions.)\*

|    | 1<br>Use     | Model, Make and Year 2 | Year Acquired 3 | 4<br>Cost | Current Book Depreciation 5 | Straight Line Depreciation 6 | 7<br>Adjustments | Life in Years 8 | Accumulated Depreciation 9 |    |
|----|--------------|------------------------|-----------------|-----------|-----------------------------|------------------------------|------------------|-----------------|----------------------------|----|
| 76 | Facility use | 2002 Jetta             | 2003            | \$ 17,080 | \$ 3,060                    | \$ 1,708                     | \$ (1,352)       | 5               | \$ 1,708                   | 76 |
| 77 | Facility use | 2003 Dodge Truck       | 2003            | 20,300    | 4,060                       | 1,692                        | (2,368)          | 5               | 1,692                      | 77 |
| 78 |              |                        |                 |           |                             |                              |                  |                 |                            | 78 |
| 79 |              |                        |                 |           |                             |                              |                  |                 |                            | 79 |
| 80 | TOTALS       |                        |                 | \$ 37,380 | \$ 7,120                    | \$ 3,400                     | \$ (3,720)       |                 | \$ 3,400                   | 80 |

## E. Summary of Care-Related Assets

|    | 1  | 2           |       |
|----|--|-------------|-------|
|    | Reference  | Amount      |       |
| 81 | Total Historical Cost (line 3, col.4 + line 70, col.4 + line 75, col.1 + line 80, col.4) + (Pages 12B thru 12I, if applicable) | \$ 692,777  | 81    |
| 82 | Current Book Depreciation (line 70, col.5 + line 75, col.2 + line 80, col.5) + (Pages 12B thru 12I, if applicable)             | \$ 46,471   | 82    |
| 83 | Straight Line Depreciation (line 70, col.7 + line 75, col.3 + line 80, col.6) + (Pages 12B thru 12I, if applicable)            | \$ 23,964   | 83 ** |
| 84 | Adjustments (line 70, col.8 + line 75, col.4 + line 80, col.7) + (Pages 12B thru 12I, if applicable)                           | \$ (22,507) | 84    |
| 85 | Accumulated Depreciation (line 70, col.9 + line 75, col.6 + line 80, col.9) + (Pages 12B thru 12I, if applicable)              | \$ 19,147   | 85    |

## F. Depreciable Non-Care Assets Included in General Ledger. (See instructions.)

|    | 1<br>Description & Year Acquired | 2<br>Cost | Current Book Depreciation 3 | Accumulated Depreciation 4 |    |
|----|----------------------------------|-----------|-----------------------------|----------------------------|----|
| 86 |                                  | \$        | \$                          | \$                         | 86 |
| 87 |                                  |           |                             |                            | 87 |
| 88 |                                  |           |                             |                            | 88 |
| 89 |                                  |           |                             |                            | 89 |
| 90 |                                  |           |                             |                            | 90 |
| 91 | TOTALS                           | \$        | \$                          | \$                         | 91 |

## G. Construction-in-Progress

|    | Description | Cost |    |
|----|-------------|------|----|
| 92 |             | \$   | 92 |
| 93 |             |      | 93 |
| 94 |             |      | 94 |
| 95 |             | \$   | 95 |

\* Vehicles used to transport residents to & from day training must be recorded in XI-F, not XI-D.

\*\* This must agree with Schedule V line 30, column 8.

SEE ACCOUNTANTS' COMPILATION REPORT

**XII. RENTAL COSTS**

**A. Building and Fixed Equipment (See instructions.)**

1. Name of Party Holding Lease: N/A

2. Does the facility also pay real estate taxes in addition to rental amount shown below on line 7, column 4?

If NO, see instructions.

☐ YES ☐ NO

|   |                    | 1<br>Year<br>Constructed | 2<br>Number<br>of Beds | 3<br>Date of<br>Lease | 4<br>Rental<br>Amount | 5<br>Total Years<br>of Lease | 6<br>Total Years<br>Renewal Option* |   |
|---|--------------------|--------------------------|------------------------|-----------------------|-----------------------|------------------------------|-------------------------------------|---|
| 3 | Original Building: |                          |                        |                       | \$                    |                              |                                     | 3 |
| 4 | Additions          |                          |                        |                       |                       |                              |                                     | 4 |
| 5 |                    |                          |                        |                       |                       |                              |                                     | 5 |
| 6 |                    |                          |                        |                       | 2,789                 |                              |                                     | 6 |
| 7 | TOTAL              |                          |                        |                       | \$ 2,789              |                              |                                     | 7 |

\*\*

8. List separately any amortization of lease expense included on page 4, line 34.

This amount was calculated by dividing the total amount to be amortized  
by the length of the lease N/A.

N/A

N/A

9. Option to Buy: ☐ YES ☐ NO Terms: N/A \*

**B. Equipment-Excluding Transportation and Fixed Equipment. (See instructions.)**

15. Is Movable equipment rental included in building rental?

☐ YES ☐ NO

16. Rental Amount for movable equipment: \$ 19,689 Description: Copy machine \$7105; nursing equipment \$ 10978; dietary equip \$ 805; misc \$ 255; home office allocation \$ 546  
(Attach a schedule detailing the breakdown of movable equipment)

**C. Vehicle Rental (See instructions.)**

|    | 1<br>Use | 2<br>Model Year<br>and Make | 3<br>Monthly Lease<br>Payment | 4<br>Rental Expense<br>for this Period |    |
|----|----------|-----------------------------|-------------------------------|--|----|
| 17 |          |                             | \$                            | \$                                     | 17 |
| 18 |          |                             | <u>N/A</u>                    |  | 18 |
| 19 |          |                             |                               |  | 19 |
| 20 |          |                             |                               |  | 20 |
| 21 | TOTAL    |                             | \$                            | \$                                     | 21 |

10. Effective dates of current rental agreement:

Beginning                     

Ending                     

11. Rent to be paid in future years under the current rental agreement:

Fiscal Year Ending Annual Rent

12.                      /2004 \$                     

13.                      /2005 \$                     

14.                      /2006 \$                     

\* If there is an option to buy the building,  
please provide complete details on attached  
schedule.

\*\* This amount plus any amortization of lease  
expense must agree with page 4, line 34.

SEE ACCOUNTANTS' COMPILATION REPORT



**A. TYPE OF TRAINING PROGRAM (If aides are trained in another facility program, attach a schedule listing the facility name, address and cost per aide trained in that facility.)**

|   |   |  |
|---|---|--|
| <b>1. HAVE YOU TRAINED AIDES DURING THIS REPORT PERIOD?</b><br><input type="checkbox"/> YES<br><input checked="" type="checkbox"/> NO<br>It is the policy of this facility to only hire certified nurses aides.<br>If "yes", please complete the remainder of this schedule. If "no", provide an explanation as to why this training was not necessary. | <b>2. CLASSROOM PORTION:</b><br>IN-HOUSE PROGRAM <input type="checkbox"/><br>IN OTHER FACILITY <input type="checkbox"/><br>COMMUNITY COLLEGE <input type="checkbox"/><br>HOURS PER AIDE _____ | <b>3. CLINICAL PORTION:</b><br>IN-HOUSE PROGRAM <input type="checkbox"/><br>IN OTHER FACILITY <input type="checkbox"/><br>HOURS PER AIDE _____ |
|---|---|--|

**B. EXPENSES**

**ALLOCATION OF COSTS (d)**

|    |                                 | 1         | 2         | 3        | 4     |
|----|---------------------------------|-----------|-----------|----------|-------|
|    |                                 | Facility  |           |          |       |
|    |                                 | Drop-outs | Completed | Contract | Total |
| 1  | Community College Tuition       | \$        | \$        | \$       | \$    |
| 2  | Books and Supplies              |           |           |          |       |
| 3  | Classroom Wages (a)             |           |           |          |       |
| 4  | Clinical Wages (b)              |           |           |          |       |
| 5  | In-House Trainer Wages (c)      |           |           |          |       |
| 6  | Transportation                  |           |           |          |       |
| 7  | Contractual Payments            |           |           |          |       |
| 8  | Nurse Aide Competency Tests     |           |           |          |       |
| 9  | TOTALS                          | \$        | \$        | \$       | \$    |
| 10 | SUM OF line 9, col. 1 and 2 (e) | \$        |           |          |       |

- (a) Include wages paid during the classroom portion of training. Do not include fringe benefits.  
 (b) Include wages paid during the clinical portion of training. Do not include fringe benefits.  
 (c) For in-house training programs only. Do not include fringe benefits.  
 (d) Allocate based on if the aide is from your facility or is being contracted to be trained in your facility. Drop-out costs can only be for costs incurred by your own aides.

**C. CONTRACTUAL INCOME**

In the box below record the amount of income your facility received training aides from other facilities.

\$ \_\_\_\_\_

**D. NUMBER OF AIDES TRAINED**

| COMPLETED                    |  |
|------------------------------|--|
| 1. From this facility        |  |
| 2. From other facilities (f) |  |
| DROP-OUTS                    |  |
| 1. From this facility        |  |
| 2. From other facilities (f) |  |
| TOTAL TRAINED                |  |

- (e) The total amount of Drop-out and Completed Costs for your own aides must agree with Sch. V, line 13, col. 8.  
 (f) Attach a schedule of the facility names and addresses of those facilities for which you trained aides.  
**SEE ACCOUNTANTS' COMPILATION REPORT**

XIV. SPECIAL SERVICES (Direct Cost) (See instructions.)

|    |  | 1  | 2                   | 3    | 4   | 5          | 6                                    | 7                             | 8                              |    |
|----|--|--|---------------------|------|---|------------|--------------------------------------|-------------------------------|--------------------------------|----|
|    | Service  | Schedule V<br>Line & Column<br>Reference | Staff               |      | Outside Practitioner<br>(other than consultant) |            | Supplies<br>(Actual or<br>Allocated) | Total Units<br>(Column 2 + 4) | Total Cost<br>(Col. 3 + 5 + 6) |    |
|    |  |  | Units of<br>Service | Cost | Units   | Cost       |                                      |                               |                                |    |
|    |  |  |                     |      |   |            |                                      |                               |                                |    |
| 1  | Licensed Occupational Therapist  | L10A, C3                                 | hrs                 | \$   | 2,536   | \$ 43,111  | \$                                   | 2,536                         | \$ 43,111                      | 1  |
| 2  | Licensed Speech and Language<br>Development Therapist                          | L10A, C3                                 | hrs                 |      | 707   | 24,733     |                                      | 707                           | 24,733                         | 2  |
| 3  | Licensed Recreational Therapist  |  | hrs                 |      |   |            |                                      |                               |                                | 3  |
| 4  | Licensed Physical Therapist  | L10A, C2, C3                             | hrs                 |      | 2,979   | 53,624     | 1,341                                | 2,979                         | 54,965                         | 4  |
| 5  | Physician Care   |  | visits              |      |   |            |                                      |                               |                                | 5  |
| 6  | Dental Care  |  | visits              |      |   |            |                                      |                               |                                | 6  |
| 7  | Work Related Program   |  | hrs                 |      |   |            |                                      |                               |                                | 7  |
| 8  | Habilitation   |  | hrs                 |      |   |            |                                      |                               |                                | 8  |
| 9  | Pharmacy   | L39, C2                                  | # of<br>prescripts  |      |   |            | 54,653                               |                               | 54,653                         | 9  |
| 10 | Psychological Services<br>(Evaluation and Diagnosis/<br>Behavior Modification) |  | hrs                 |      |   |            |                                      |                               |                                | 10 |
| 11 | Academic Education   |  | hrs                 |      |   |            |                                      |                               |                                | 11 |
| 12 | Exceptional Care Program   |  |                     |      |   |            |                                      |                               |                                | 12 |
| 13 | Other (specify): X-ray   | L39, C2                                  |                     |      |   |            | 1,023                                |                               | 1,023                          | 13 |
| 14 | TOTAL  |  |                     | \$   | 6,222   | \$ 121,468 | \$ 57,017                            | 6,222                         | \$ 178,485                     | 14 |

NOTE: This schedule should include fees (other than consultant fees) paid to licensed practitioners. Consultant fees should be detailed on Schedule XVIII-B. Salaries of unlicensed practitioners, such as nurse aides, who help with the above activities should not be listed on this schedule.

SEE ACCOUNTANTS' COMPILATION REPORT

**Palm Terrace of Mattoon**

**Provider #: 0046037**

**01/01/03 to 12/31/03**

Schedule 16A

XIV. Special Services

Line 13 Other (specify):

| Service | Line<br>Reference | Outside Practioner<br>Units | Cost | Supplies |
|---------|-------------------|-----------------------------|------|----------|
|         | L39, C3           |                             |      |          |
|         | L39, C3           |                             |      |          |
|         | L39, C3           |                             |      |          |
|         | L39, C3           |                             |      |          |
| Total   |                   |                             | 0    | 0        |

**See Accountants' Compilation Report**

## STATE OF ILLINOIS

Page 17

Facility Name &amp; ID Number Palm Terrace of Mattoon

# 0046037

Report Period Beginning: 01/01/03

Ending:

12/31/03

## XV. BALANCE SHEET - Unrestricted Operating Fund.

As of 12/31/03

(last day of reporting year)

This report must be completed even if financial statements are attached.

|    |   | 1<br>Operating | 2<br>After<br>Consolidation* |    |
|----|---|----------------|------------------------------|----|
|    | <b>A. Current Assets</b>  |                |                              |    |
| 1  | Cash on Hand and in Banks   | \$ 1,100       | \$ 1,100                     | 1  |
| 2  | Cash-Patient Deposits   |                |                              | 2  |
| 3  | Accounts & Short-Term Notes Receivable-<br>Patients (less allowance <u>None</u> ) | 1,160,826      | 1,160,826                    | 3  |
| 4  | Supply Inventory (priced at )   |                |                              | 4  |
| 5  | Short-Term Investments  |                |                              | 5  |
| 6  | Prepaid Insurance   | 13,531         | 13,531                       | 6  |
| 7  | Other Prepaid Expenses  | 55,845         | 55,845                       | 7  |
| 8  | Accounts Receivable (owners or related parties)                                   |                |                              | 8  |
| 9  | Other(specify): <u>See Schedule 17A</u>   | 397,818        | 397,818                      | 9  |
| 10 | <b>TOTAL Current Assets</b><br>(sum of lines 1 thru 9)                            | \$ 1,629,120   | \$ 1,629,120                 | 10 |
|    | <b>B. Long-Term Assets</b>  |                |                              |    |
| 11 | Long-Term Notes Receivable  |                |                              | 11 |
| 12 | Long-Term Investments   |                |                              | 12 |
| 13 | Land  | 36,887         | 32,861                       | 13 |
| 14 | Buildings, at Historical Cost   | 528,492        | 528,492                      | 14 |
| 15 | Leasehold Improvements, at Historical Cost  | 26,810         | 30,836                       | 15 |
| 16 | Equipment, at Historical Cost   | 100,588        | 100,588                      | 16 |
| 17 | Accumulated Depreciation (book methods)   | (47,208)       | (19,147)                     | 17 |
| 18 | Deferred Charges  |                |                              | 18 |
| 19 | Organization & Pre-Operating Costs  |                |                              | 19 |
| 20 | Accumulated Amortization -<br>Organization & Pre-Operating Costs                  |                |                              | 20 |
| 21 | Restricted Funds  |                |                              | 21 |
| 22 | Other Long-Term Assets (specify: <u>Loan costs</u> )                              | 11,370         | 11,370                       | 22 |
| 23 | Other(specify):   |                |                              | 23 |
| 24 | <b>TOTAL Long-Term Assets</b><br>(sum of lines 11 thru 23)                        | \$ 656,939     | \$ 685,000                   | 24 |
| 25 | <b>TOTAL ASSETS</b><br>(sum of lines 10 and 24)                                   | \$ 2,286,059   | \$ 2,314,120                 | 25 |

|    |   | 1<br>Operating | 2<br>After<br>Consolidation* |    |
|----|---|----------------|------------------------------|----|
|    | <b>C. Current Liabilities</b>                                   |                |                              |    |
| 26 | Accounts Payable  | \$ 404,024     | \$ 404,024                   | 26 |
| 27 | Officer's Accounts Payable                                      |                |                              | 27 |
| 28 | Accounts Payable-Patient Deposits                               |                |                              | 28 |
| 29 | Short-Term Notes Payable  |                |                              | 29 |
| 30 | Accrued Salaries Payable  | 128,293        | 128,293                      | 30 |
| 31 | Accrued Taxes Payable<br>(excluding real estate taxes)          |                |                              | 31 |
| 32 | Accrued Real Estate Taxes(Sch.IX-B)                             | 28,500         | 28,500                       | 32 |
| 33 | Accrued Interest Payable  |                |                              | 33 |
| 34 | Deferred Compensation   |                |                              | 34 |
| 35 | Federal and State Income Taxes                                  |                |                              | 35 |
|    | <b>Other Current Liabilities(specify):</b>                      |                |                              |    |
| 36 | <u>See Schedule 17A</u>   | 161,346        | 161,346                      | 36 |
| 37 |   |                |                              | 37 |
| 38 | <b>TOTAL Current Liabilities</b><br>(sum of lines 26 thru 37)   | \$ 722,163     | \$ 722,163                   | 38 |
|    | <b>D. Long-Term Liabilities</b>                                 |                |                              |    |
| 39 | Long-Term Notes Payable   | 14,559         | 14,559                       | 39 |
| 40 | Mortgage Payable  | 1,474,100      | 1,474,100                    | 40 |
| 41 | Bonds Payable   |                |                              | 41 |
| 42 | Deferred Compensation   |                |                              | 42 |
|    | <b>Other Long-Term Liabilities(specify):</b>                    |                |                              |    |
| 43 |   |                |                              | 43 |
| 44 |   |                |                              | 44 |
| 45 | <b>TOTAL Long-Term Liabilities</b><br>(sum of lines 39 thru 44) | \$ 1,488,659   | \$ 1,488,659                 | 45 |
| 46 | <b>TOTAL LIABILITIES</b><br>(sum of lines 38 and 45)            | \$ 2,210,822   | \$ 2,210,822                 | 46 |
| 47 | <b>TOTAL EQUITY</b> (page 18, line 24)                          | \$ 75,237      | \$ 103,298                   | 47 |
| 48 | <b>TOTAL LIABILITIES AND EQUITY</b><br>(sum of lines 46 and 47) | \$ 2,286,059   | \$ 2,314,120                 | 48 |

SEE ACCOUNTANTS' COMPILATION REPORT

\*(See instructions.)

**XVI. STATEMENT OF CHANGES IN EQUITY**

|           |   | <b>1<br/>Total</b> |           |
|-----------|---|--------------------|-----------|
| <b>1</b>  | <b>Balance at Beginning of Year, as Previously Reported</b>         | <b>\$ (42,708)</b> | <b>1</b>  |
| <b>2</b>  | Restatements (describe):  |                    | <b>2</b>  |
| <b>3</b>  |   |                    | <b>3</b>  |
| <b>4</b>  |   |                    | <b>4</b>  |
| <b>5</b>  |   |                    | <b>5</b>  |
| <b>6</b>  | <b>Balance at Beginning of Year, as Restated (sum of lines 1-5)</b> | <b>\$ (42,708)</b> | <b>6</b>  |
|           | <b>A. Additions (deductions):</b>                                   |                    |           |
| <b>7</b>  | NET Income (Loss) (from page 19, line 43)                           | <b>273,425</b>     | <b>7</b>  |
| <b>8</b>  | Aquisitions of Pooled Companies                                     |                    | <b>8</b>  |
| <b>9</b>  | Proceeds from Sale of Stock   |                    | <b>9</b>  |
| <b>10</b> | Stock Options Exercised   |                    | <b>10</b> |
| <b>11</b> | Contributions and Grants  |                    | <b>11</b> |
| <b>12</b> | Expenditures for Specific Purposes                                  |                    | <b>12</b> |
| <b>13</b> | Dividends Paid or Other Distributions to Owners                     | <b>(155,480)</b>   | <b>13</b> |
| <b>14</b> | Donated Property, Plant, and Equipment                              |                    | <b>14</b> |
| <b>15</b> | Other (describe)  |                    | <b>15</b> |
| <b>16</b> | Other (describe)  |                    | <b>16</b> |
| <b>17</b> | <b>TOTAL Additions (deductions) (sum of lines 7-16)</b>             | <b>\$ 117,945</b>  | <b>17</b> |
|           | <b>B. Transfers (Itemize):</b>                                      |                    |           |
| <b>18</b> |   |                    | <b>18</b> |
| <b>19</b> |   |                    | <b>19</b> |
| <b>20</b> |   |                    | <b>20</b> |
| <b>21</b> |   |                    | <b>21</b> |
| <b>22</b> |   |                    | <b>22</b> |
| <b>23</b> | <b>TOTAL Transfers (sum of lines 18-22)</b>                         | <b>\$</b>          | <b>23</b> |
| <b>24</b> | <b>BALANCE AT END OF YEAR (sum of lines 6 + 17 + 23)</b>            | <b>\$ 75,237</b>   | <b>24</b> |

Operating Entity Only

\* This must agree with page 17, line 47.

SEE ACCOUNTANTS' COMPILATION REPORT

## STATE OF ILLINOIS

Page 19

Facility Name &amp; ID Number Palm Terrace of Mattoon

# 0046037

Report Period Beginning: 01/01/03

Ending:

12/31/03

**XVII. INCOME STATEMENT** (attach any explanatory footnotes necessary to reconcile this schedule to Schedules V and VI.) All required classifications of revenue and expense must be provided on this form, even if financial statements are attached.

**Note: This schedule should show gross revenue and expenses. Do not net revenue against expense.**

| 1                                      |   |              |     |
|--|---|--------------|-----|
|  | Revenue   | Amount       |     |
| <b>A. Inpatient Care</b>               |   |              |     |
| 1                                      | Gross Revenue -- All Levels of Care                       | \$ 2,986,963 | 1   |
| 2                                      | Discounts and Allowances for all Levels                   | 84,471       | 2   |
| 3                                      | <b>SUBTOTAL Inpatient Care (line 1 minus line 2)</b>      | \$ 3,071,434 | 3   |
| <b>B. Ancillary Revenue</b>            |   |              |     |
| 4                                      | Day Care  |              | 4   |
| 5                                      | Other Care for Outpatients                                |              | 5   |
| 6                                      | Therapy   | 152,937      | 6   |
| 7                                      | Oxygen  |              | 7   |
| 8                                      | <b>SUBTOTAL Ancillary Revenue (lines 4 thru 7)</b>        | \$ 152,937   | 8   |
| <b>C. Other Operating Revenue</b>      |   |              |     |
| 9                                      | Payments for Education                                    |              | 9   |
| 10                                     | Other Government Grants                                   |              | 10  |
| 11                                     | Nurses Aide Training Reimbursements                       |              | 11  |
| 12                                     | Gift and Coffee Shop                                      |              | 12  |
| 13                                     | Barber and Beauty Care                                    |              | 13  |
| 14                                     | Non-Patient Meals   | 719          | 14  |
| 15                                     | Telephone, Television and Radio                           | 1,942        | 15  |
| 16                                     | Rental of Facility Space                                  |              | 16  |
| 17                                     | Sale of Drugs   | 33,910       | 17  |
| 18                                     | Sale of Supplies to Non-Patients                          |              | 18  |
| 19                                     | Laboratory  |              | 19  |
| 20                                     | Radiology and X-Ray                                       | 1,123        | 20  |
| 21                                     | Other Medical Services                                    | 920          | 21  |
| 22                                     | Laundry   |              | 22  |
| 23                                     | <b>SUBTOTAL Other Operating Revenue (lines 9 thru 22)</b> | \$ 38,614    | 23  |
| <b>D. Non-Operating Revenue</b>        |   |              |     |
| 24                                     | Contributions   |              | 24  |
| 25                                     | Interest and Other Investment Income***                   |              | 25  |
| 26                                     | <b>SUBTOTAL Non-Operating Revenue (lines 24 and 25)</b>   | \$           | 26  |
| <b>E. Other Revenue (specify):****</b> |   |              |     |
| 27                                     | <b>Settlement Income (Insurance, Legal, Etc.)</b>         |              | 27  |
| 28                                     | <u>See Schedule 19A</u>                                   | 7,329        | 28  |
| 28a                                    |   |              | 28a |
| 29                                     | <b>SUBTOTAL Other Revenue (lines 27, 28 and 28a)</b>      | \$ 7,329     | 29  |
| 30                                     | <b>TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29)</b>   | \$ 3,270,314 | 30  |

| 2                                   |  |              |    |
|-------------------------------------|--|--------------|----|
|                                     | Expenses   | Amount       |    |
| <b>A. Operating Expenses</b>        |  |              |    |
| 31                                  | General Services   | 697,387      | 31 |
| 32                                  | Health Care  | 1,291,867    | 32 |
| 33                                  | General Administration   | 660,628      | 33 |
| <b>B. Capital Expense</b>           |  |              |    |
| 34                                  | Ownership  | 151,099      | 34 |
| <b>C. Ancillary Expense</b>         |  |              |    |
| 35                                  | Special Cost Centers   | 98,453       | 35 |
| 36                                  | Provider Participation Fee                                     | 97,455       | 36 |
| <b>D. Other Expenses (specify):</b> |  |              |    |
| 37                                  |  |              | 37 |
| 38                                  |  |              | 38 |
| 39                                  |  |              | 39 |
| 40                                  | <b>TOTAL EXPENSES (sum of lines 31 thru 39)*</b>               | \$ 2,996,889 | 40 |
| 41                                  | <b>Income before Income Taxes (line 30 minus line 40)**</b>    | 273,425      | 41 |
| 42                                  | <b>Income Taxes</b>  |              | 42 |
| 43                                  | <b>NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42)</b> | \$ 273,425   | 43 |

\* This must agree with page 4, line 45, column 4.

\*\* Does this agree with taxable income (loss) per Federal Income Tax Return? No If not, please attach a reconciliation.  
Entity files a cash basis tax return.

\*\*\* See the instructions. If this total amount has not been offset against interest expense on Schedule V, line 32, please include a detailed explanation. SEE ACCOUNTANTS' COMPILATION REPORT

\*\*\*\*Provide a detailed breakdown of "Other Revenue" on an attached sheet.

Facility Name & ID Number **Palm Terrace of Mattoon**# **0046037**Report Period Beginning: **01/01/03**

Ending:

**12/31/03****XVIII. A. STAFFING AND SALARY COSTS (Please report each line separately.)**

(This schedule must cover the entire reporting period.)

|    |                               | 1                               | 2**                              | 3  | 4                         |    |
|----|-------------------------------|---------------------------------|----------------------------------|--|---------------------------|----|
|    |                               | # of Hrs.<br>Actually<br>Worked | # of Hrs.<br>Paid and<br>Accrued | Reporting Period<br>Total Salaries,<br>Wages | Average<br>Hourly<br>Wage |    |
| 1  | Director of Nursing           | 2,049                           | 2,209                            | \$ 70,098                                    | \$ 31.73                  | 1  |
| 2  | Assistant Director of Nursing | 347                             | 347                              | 5,894  | 16.99                     | 2  |
| 3  | Registered Nurses             | 871                             | 880                              | 26,072                                       | 29.63                     | 3  |
| 4  | Licensed Practical Nurses     | 15,488                          | 15,624                           | 287,925                                      | 18.43                     | 4  |
| 5  | Nurse Aides & Orderlies       | 40,969                          | 42,186                           | 480,180                                      | 11.38                     | 5  |
| 6  | Nurse Aide Trainees           |                                 |                                  |  |                           | 6  |
| 7  | Licensed Therapist            |                                 |                                  |  |                           | 7  |
| 8  | Rehab/Therapy Aides           |                                 |                                  |  |                           | 8  |
| 9  | Activity Director             | 2,273                           | 2,273                            | 22,089                                       | 9.72                      | 9  |
| 10 | Activity Assistants           | 516                             | 516                              | 3,303  | 6.40                      | 10 |
| 11 | Social Service Workers        | 4,245                           | 4,245                            | 62,887                                       | 14.81                     | 11 |
| 12 | Dietician                     |                                 |                                  |  |                           | 12 |
| 13 | Food Service Supervisor       | 1,929                           | 1,929                            | 40,232                                       | 20.86                     | 13 |
| 14 | Head Cook                     |                                 |                                  |  |                           | 14 |
| 15 | Cook Helpers/Assistants       | 12,903                          | 13,197                           | 126,197                                      | 9.56                      | 15 |
| 16 | Dishwashers                   |                                 |                                  |  |                           | 16 |
| 17 | Maintenance Workers           | 2,326                           | 2,326                            | 29,888                                       | 12.85                     | 17 |
| 18 | Housekeepers                  | 10,952                          | 11,010                           | 82,769                                       | 7.52                      | 18 |
| 19 | Laundry                       | 5,553                           | 5,697                            | 44,228                                       | 7.76                      | 19 |
| 20 | Administrator                 | 1,820                           | 1,820                            | 133,200                                      | 73.19                     | 20 |
| 21 | Assistant Administrator       | 433                             | 433                              | 7,700  | 17.78                     | 21 |
| 22 | Other Administrative          | 204                             | 204                              | 34,589                                       | 169.55                    | 22 |
| 23 | Office Manager                | 1,498                           | 1,498                            | 22,651                                       | 15.12                     | 23 |
| 24 | Clerical                      | 2,021                           | 2,021                            | 28,910                                       | 14.30                     | 24 |
| 25 | Vocational Instruction        |                                 |                                  |  |                           | 25 |
| 26 | Academic Instruction          |                                 |                                  |  |                           | 26 |
| 27 | Medical Director              |                                 |                                  |  |                           | 27 |
| 28 | Qualified MR Prof. (QMRP)     |                                 |                                  |  |                           | 28 |
| 29 | Resident Services Coordinator |                                 |                                  |  |                           | 29 |
| 30 | Habilitation Aides (DD Homes) |                                 |                                  |  |                           | 30 |
| 31 | Medical Records               |                                 |                                  |  |                           | 31 |
| 32 | Other Health Care See Sch 20A | 3,645                           | 3,672                            | 52,126                                       | 14.20                     | 32 |
| 33 | Other(specify)                |                                 |                                  |  |                           | 33 |
| 34 | TOTAL (lines 1 - 33)          | 110,042                         | 112,087                          | \$ 1,560,938 *                               | \$ 13.93                  | 34 |

\* This total must agree with page 4, column 1, line 45.

\*\* See instructions.

**B. CONSULTANT SERVICES**

|    |                                 | 1                                      | 2   | 3   |    |
|----|---------------------------------|--|---|---|----|
|    |                                 | Number<br>of Hrs.<br>Paid &<br>Accrued | Total Consultant<br>Cost for<br>Reporting<br>Period | Schedule V<br>Line &<br>Column<br>Reference |    |
| 35 | Dietary Consultant              | 12                                     | \$ 500  | L1, C3                                      | 35 |
| 36 | Medical Director                | monthly                                | 13,900  | L9, C3                                      | 36 |
| 37 | Medical Records Consultant      | 5                                      | 108   | L10, C3                                     | 37 |
| 38 | Nurse Consultant                |  |   |   | 38 |
| 39 | Pharmacist Consultant           | monthly                                | 350   | L10, C3                                     | 39 |
| 40 | Physical Therapy Consultant     |  |   |   | 40 |
| 41 | Occupational Therapy Consultant |  |   |   | 41 |
| 42 | Respiratory Therapy Consultant  |  |   |   | 42 |
| 43 | Speech Therapy Consultant       |  |   |   | 43 |
| 44 | Activity Consultant             |  |   |   | 44 |
| 45 | Social Service Consultant       |  |   |   | 45 |
| 46 | Other(specify)                  |  |   |   | 46 |
| 47 |                                 |  |   |   | 47 |
| 48 |                                 |  |   |   | 48 |
| 49 | TOTAL (lines 35 - 48)           | 17                                     | \$ 14,858   |   | 49 |

**C. CONTRACT NURSES**

|    |                           | 1                                      | 2                          | 3   |    |
|----|---------------------------|--|----------------------------|---|----|
|    |                           | Number<br>of Hrs.<br>Paid &<br>Accrued | Total<br>Contract<br>Wages | Schedule V<br>Line &<br>Column<br>Reference |    |
| 50 | Registered Nurses         | 17                                     | \$ 656                     | L10, C3                                     | 50 |
| 51 | Licensed Practical Nurses | 638                                    | 24,235                     | L10, C3                                     | 51 |
| 52 | Nurse Aides               | 774                                    | 18,587                     | L10, C3                                     | 52 |
| 53 | TOTAL (lines 50 - 52)     | 1,429                                  | \$ 43,478                  |   | 53 |

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number **Palm Terrace of Mattoon**# **0046037**Report Period Beginning: **01/01/03**Ending: **12/31/03****XIX. SUPPORT SCHEDULES**

| A. Administrative Salaries   |                     | Ownership | Amount     | D. Employee Benefits and Payroll Taxes                              |         | Amount     | F. Dues, Fees, Subscriptions and Promotions   |          |
|--|---------------------|-----------|------------|---|---------|------------|---|----------|
| Name   | Function            | %         |            | Description   |         |            | Description   | Amount   |
| Theresa Gowin  | Administrator       | 0         | \$ 133,200 | Workers' Compensation Insurance                                     | \$ 266  |            | IDPH License Fee  | \$ 3,945 |
| Angela Edwards   | Asst. Administrator |           | 7,700      | Unemployment Compensation Insurance                                 | 41,093  |            | Advertising: Employee Recruitment   | 4,708    |
| Mark Petersen  | Administrative      | 100       | 34,589     | FICA Taxes  | 100,079 |            | Health Care Worker Background Check<br>(Indicate # of checks performed <u>117</u> ) | 1,402    |
|  |                     |           |            | Employee Health Insurance   | 39,841  |            | Miscellaneous dues  | 355      |
|  |                     |           |            | Employee Meals  | 1,900   |            | MES of Illinois   | 175      |
|  |                     |           |            | Illinois Municipal Retirement Fund (IMRF)*                          |         |            | Miscellaneous licenses  | 340      |
|  |                     |           |            | Employee relations  | 3,111   |            | Allocation from Management Co   | 2,027    |
|  |                     |           |            | Life insurance  | 421     |            |   |          |
|  |                     |           |            | 401 (k) match   | 241     |            |   |          |
| TOTAL (agree to Schedule V, line 17, col. 1)<br>(List each licensed administrator separately.)                 |                     |           | \$ 175,489 |   |         |            | Less: Public Relations Expense  | ( )      |
| B. Administrative - Other  |                     |           |            |   |         |            | Non-allowable advertising   | ( )      |
| Description  |                     |           | Amount     |   |         |            | Yellow page advertising   | ( )      |
|  |                     |           | \$         |   |         |            | TOTAL (agree to Sch. V,<br>line 20, col. 8) \$ 12,952                               |          |
|  |                     |           |            | TOTAL (agree to Schedule V,<br>line 22, col.8)                      |         | \$ 186,952 |   |          |
| TOTAL (agree to Schedule V, line 17, col. 3)<br>(Attach a copy of any management service agreement)            |                     |           | \$         | E. Schedule of Non-Cash Compensation Paid<br>to Owners or Employees |         |            | G. Schedule of Travel and Seminar**   |          |
| C. Professional Services   |                     |           |            | Description   | Line #  | Amount     | Description   | Amount   |
| Vendor/Payee   | Type                |           | Amount     |   |         |            |   |          |
| Bush, Snyder & Assoc   | Legal               | \$        | 5,101      |   |         |            | Out-of-State Travel   | \$       |
| Altschuler Melvoin & Glassser  | Accounting          |           | 1,500      |   |         |            |   |          |
| Ginoli & Company   | Accounting          |           | 256        |   |         |            | In-State Travel   | 2,246    |
| ADP  | Payroll service     |           | 4,998      |   |         |            |   |          |
| Ivans  | Computer service    |           | 538        |   |         |            |   |          |
| LTC Solutions  | Computer service    |           | 1,320      |   |         |            | Seminar Expense   | 686      |
| Other  | Computer service    |           | 113        |   |         |            | Home office allocation  | 1,447    |
| Assurance Agency   | Risk management     |           | 3,200      |   |         |            |   |          |
|  |                     |           |            |   |         |            | Entertainment Expense   | ( )      |
|  |                     |           |            |   |         |            | (agree to Sch. V,<br>line 24, col. 8)   |          |
| See Schedule 21A   |                     |           |            | TOTAL   |         | \$         | TOTAL   | \$ 4,379 |
| TOTAL (agree to Schedule V, line 19, column 3)<br>(If total legal fees exceed \$2500 attach copy of invoices.) |                     |           | \$ 17,026  |   |         |            |   |          |

\* Attach copy of IMRF notifications  
SEE ACCOUNTANTS' COMPILATION REPORT

\*\*See instructions.



**Palm Terrace of Mattoon**  
**Provider #: 0046037**  
**01/01/03 to 12/31/03**

**Schedule 21A**

**XIX. SUPPORT SCHEDULE**

**C. Professional Services**

|   |               |
|---|---------------|
| <b>Total (agree to Schedule V, line 19, column 3)</b> | <b>17,026</b> |
|---|---------------|

**Allocated from Management Company I**

|            |        |
|------------|--------|
| Accounting | 11,843 |
|------------|--------|

|            |       |
|------------|-------|
| Legal fees | 1,886 |
|------------|-------|

**Allocated from Management Company II**

|            |        |
|------------|--------|
| Accounting | 10,104 |
|------------|--------|

|            |        |
|------------|--------|
| Legal fees | 16,488 |
|------------|--------|

|   |                      |
|---|----------------------|
| <b>Total (agree to Schedule V, line 19, column 8)</b> | <b><u>57,347</u></b> |
|---|----------------------|

**See Accountants' Compilation Report**

**XIX-H. SUPPORT SCHEDULE - DEFERRED MAINTENANCE COSTS** (which have been included in Sch. V, line 6, col. 3).  
(See instructions.)

|    | 1                | 2                                 | 3          | 4           | 5                                    | 6      | 7      | 8      | 9      | 10     | 11     | 12     | 13     |
|----|------------------|-----------------------------------|------------|-------------|--------------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|
|    | Improvement Type | Month & Year Improvement Was Made | Total Cost | Useful Life | Amount of Expense Amortized Per Year |        |        |        |        |        |        |        |        |
|    |                  |                                   |            |             | FY2000                               | FY2001 | FY2002 | FY2003 | FY2004 | FY2005 | FY2006 | FY2007 | FY2008 |
| 1  |                  |                                   | \$         |             | \$                                   | \$     | \$     | \$     | \$     | \$     | \$     | \$     | \$     |
| 2  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 3  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 4  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 5  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 6  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 7  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 8  | N/A              |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 9  |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 10 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 11 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 12 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 13 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 14 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 15 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 16 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 17 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 18 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 19 |                  |                                   |            |             |                                      |        |        |        |        |        |        |        |        |
| 20 | TOTALS           |                                   | \$         |             | \$                                   | \$     | \$     | \$     | \$     | \$     | \$     | \$     | \$     |

SEE ACCOUNTANTS' COMPILATION REPORT

|   |  |
|---|--|
| <p><b>Facility Name &amp; ID Number</b>    <u>Palm Terrace of Mattoon</u></p> <p><b>XX. GENERAL INFORMATION:</b></p> <p>(1) Are nursing employees (RN,LPN,NA) represented by a union?    <u>No</u></p> <p>(2) Are there any dues to nursing home associations included on the cost report?    <u>No</u><br/>If YES, give association name and amount.    <u>N/A</u></p> <p>(3) Did the nursing home make political contributions or payments to a political organization?    <u>no</u>    If YES, have these costs been properly adjusted out of the cost report?    <u>N/A</u></p> <p>(4) Does the bed capacity of the building differ from the number of beds licensed at the end of the fiscal year?    <u>No</u>    If YES, what is the capacity?    <u>N/A</u></p> <p>(5) Have you properly capitalized all major repairs and equipment purchases?    <u>Yes</u><br/>What was the average life used for new equipment added during this period?    <u>5 yrs</u></p> <p>(6) Indicate the total amount of both disposable and non-disposable diaper expense and the location of this expense on Sch. V.    \$ <u>18,658</u>    Line <u>10</u></p> <p>(7) Have all costs reported on this form been determined using accounting procedures consistent with prior reports?    <u>Yes</u>    If NO, attach a complete explanation.</p> <p>(8) Are you presently operating under a sale and leaseback arrangement?    <u>No</u><br/>If YES, give effective date of lease.    <u>N/A</u></p> <p>(9) Are you presently operating under a sublease agreement?    YES <u>x</u> NO</p> <p>(10) Was this home previously operated by a related party (as is defined in the instructions for Schedule VII)?    YES    NO <u>x</u>    If YES, please indicate name of the facility, IDPH license number of this related party and the date the present owners took over<br/><u>N/A</u></p> <p>(11) Indicate the amount of the Provider Participation Fees paid and accrued to the Department of Public Aid during this cost report period.    \$ <u>97,455</u><br/>This amount is to be recorded on line 42 of Schedule V.</p> <p>(12) Are there any salary costs which have been allocated to more than one line on Schedule V for an individual employee?    <u>No</u>    If YES, attach an explanation of the allocation.</p> | <p style="text-align: center;"><b>STATE OF ILLINOIS</b></p> <p>#    <u>0046037</u>    Report Period Beginning:    <u>01/01/03</u>    Ending:    <u>12/31/03</u></p> <p>(13) Have costs for all supplies and services which are of the type that can be billed to the Department of Public Aid, in addition to the daily rate, been properly classified in the Ancillary Section of Schedule V?    <u>Yes</u></p> <p>(14) Is a portion of the building used for any function other than long term care services for the patient census listed on page 2, Section B? <u>No</u>    For example, is a portion of the building used for rental, a pharmacy, day care, etc.) If YES, attach a schedule which explains how all related costs were allocated to these functions</p> <p>(15) Indicate the cost of employee meals that has been reclassified to employee benefit: on Schedule V.    \$ <u>1,900</u>    Has any meal income been offset against related costs?    <u>Yes</u>    Indicate the amount.    \$ <u>719</u></p> <p>(16) Travel and Transportation<br/>a. Are there costs included for out-of-state travel?    <u>No</u><br/>If YES, attach a complete explanation.<br/>b. Do you have a separate contract with the Department to provide medical transportation for residents?    <u>No</u>    If YES, please indicate the amount of income earned from such a program during this reporting period.    \$ <u>N/A</u><br/>c. What percent of all travel expense relates to transportation of nurses and patients?    <u>None</u><br/>d. Have vehicle usage logs been maintained?    <u>Adequate records have been maintained.</u><br/>e. Are all vehicles stored at the nursing home during the night and all other times when not in use?    <u>Yes</u><br/>f. Has the cost for commuting or other personal use of autos been adjusted out of the cost report?    <u>Yes</u><br/><b>g. Does the facility transport residents to and from day training?</b>    <u>No</u><br/><b>Indicate the amount of income earned from providing such transportation during this reporting period.</b>    \$ <u>N/A</u></p> <p>(17) Has an audit been performed by an independent certified public accounting firm?    <u>Yes</u><br/>Firm Name:    <u>Ginoli and Company</u>    The instructions for the cost report require that a copy of this audit be included with the cost report. Has this copy been attached?    <u>No</u>    If no, please explain.    <u>Audit is in progress.</u></p> <p>(18) Have all costs which do not relate to the provision of long term care been adjusted out of Schedule V?    <u>Yes</u></p> <p>(19) If total legal fees are in excess of \$2500, have legal invoices and a summary of services performed been attached to this cost report?    <u>Yes</u><br/>Attach invoices and a summary of services for all architect and appraisal fees.</p> |
|---|--|

**SEE ACCOUNTANTS' COMPILATION REPORT**

## RECONCILIATION REPORT

Palm Terrace of Mattoon

12:50 PM

11/4/2005

| ITEM                                 | Value 1   | Cond.     | Value 2   | Difference | RESULTS | COMPARE CEL     | SUB-<br>SCHED. | LINE<br>NO.      | COL.<br>NO. | WITH CELL        | SUB-<br>SCHED. | LINE<br>NO. | COL.<br>NO. |
|--------------------------------------|-----------|-----------|-----------|------------|---------|-----------------|----------------|------------------|-------------|------------------|----------------|-------------|-------------|
| Adjustment Detail                    | -3,016    | equal to  | -3,016    | 0          | O.K.    | Pg5 Z22         | B.             | 37               | 1           | Pg4 K29          | N/A            | 45          | 7           |
| Interest Expense                     | 77,315    | equal to  | 77,315    | 0          | O.K.    | Pg9 P34         | A.             | 15               | 10          | Pg4 L13          | N/A            | 32          | 8           |
| Real Estate Tax Expenses             | 28,500    | equal to  | 28,500    | 0          | O.K.    | Pg10 W24        | B.             | 5                | N/A         | Pg4 L14          | N/A            | 33          | 8           |
| Amortization exp. Pre-opening & org. | N/A       | equal to  | 0         | #VALUE!    | #VALUE! | Pg11 I33        | E.             | 3                | N/A         | Pg4 L12          | N/A            | 31          | 8           |
| Ownership Costs-Depreciation         | 23,964    | equal to  | 23,964    | 0          | O.K.    | Pg13 Y28        | E.             | 49               | 2           | Pg4 L11          | N/A            | 30          | 8           |
| Rental Costs A                       | 2,789     | equal to  | 2,789     | 0          | O.K.    | Pg14 L20+N22    | A.             | 7 + 8            | 4+N/A       | Pg4 L15          | N/A            | 34          | 8           |
| Rental Costs B                       | 19,689    | equal to  | 19,689    | 0          | O.K.    | Pg14 J30+N40    | B.+ C.         | 16+21            | N/A+4       | Pg4 L16          | N/A            | 35          | 8           |
| Nurse Aid Training Prog.             | 0         | equal to  | 0         | 0          | O.K.    | Pg15 L36        | B.             | 10               | 1           | Pg3 L23          | N/A            | 13          | 8           |
| Special Serv. - Staff Wages          |           | equal to  |           | 0          | O.K.    | Pg16 N32        | N/A            | 14               | 3           | Pg4 E22          | N/A            | 39          | 1           |
| Therapy Services                     | 122,809   | equal to  | 122,809   | 0          | O.K.    | Pg16 Z12+Z14... | N/A/B          | 1-4,40-43        | 8;2         | Pg3 H20          | N/A            | 10a         | 4           |
| Special Serv. - Supplies             | 57,017    | equal to  | 57,017    | 0          | O.K.    | Pg16 V32        | N/A            | 14               | 6           | Pg4 F22 + Pg 3   | N/A            | 39,10a      | 2           |
| Income Stat. General Serv.           | 697,387   | equal to  | 697,387   | 0          | O.K.    | Pg19 P11        | N/A            | 31               | 2           | Pg3 H16          | N/A            | 8           | 4           |
| Income Stat. Health Care             | 1,291,867 | equal to  | 1,291,867 | 0          | O.K.    | Pg19 P12        | N/A            | 32               | 2           | Pg3 H26          | N/A            | 16          | 4           |
| Income Stat. Admininstation          | 660,628   | equal to  | 660,628   | 0          | O.K.    | Pg19 P13        | N/A            | 33               | 2           | Pg3 H39          | N/A            | 28          | 4           |
| Income Stat. Ownership               | 151,099   | equal to  | 151,099   | 0          | O.K.    | Pg19 P15        | N/A            | 34               | 2           | Pg4 H18          | N/A            | 37          | 4           |
| Income Stat. Special Cost Ctr        | 98,453    | equal to  | 98,453    | 0          | O.K.    | Pg19 P17        | N/A            | 35               | 2           | Pg4 H21..H24+†   | N/A            | 38to41+43   | 4           |
| Income Stat. Prov. Partic.           | 97,455    | equal to  | 97,455    | 0          | O.K.    | Pg19 P18        | N/A            | 36               | 2           | Pg4 H25          | N/A            | 42          | 4           |
| Staff- Nursing                       | 870,169   | equal to  | 907,894   | -37,725    | FAILED  | Pg20 K11..K15+  | A.             | 1-5,24,25,27-30  | 3           | Pg3 E19          | N/A            | 10          | 1           |
| Staff- Nurse aide Training           | 0         | < or = to | 0         | 0          | O.K.    | Pg20 K16        | A.             | 6                | 3           | Pg3 E23          | N/A            | 13          | 1           |
| Staff-Licensed Therapist             | 0         | equal to  | 0         | 0          | O.K.    | Pg20 K17        | A.             | 7                | 3           | Pg4 E22          | N/A            | 39          | 1           |
| Staff- Activities                    | 25,392    | equal to  | 25,392    | 0          | O.K.    | Pg20 K19+K20    | A.             | 9+10             | 3           | Pg3 E21          | N/A            | 11          | 1           |
| Staff- Social Serv. Workers          | 62,887    | equal to  | 62,887    | 0          | O.K.    | Pg20 K21        | A.             | 11               | 3           | Pg3 E22          | N/A            | 12          | 1           |
| Staff- Dietary                       | 166,429   | equal to  | 166,429   | 0          | O.K.    | Pg20 K22..K26   | A.             | 16-Dec           | 3           | Pg3 E9           | N/A            | 1           | 1           |
| Staff- Maintenance                   | 29,888    | equal to  | 29,888    | 0          | O.K.    | Pg20 K27        | A.             | 17               | 3           | Pg3 E14          | N/A            | 6           | 1           |
| Staff- Housekeeping                  | 82,769    | equal to  | 82,769    | 0          | O.K.    | Pg20 K28        | A.             | 18               | 3           | Pg3 E11          | N/A            | 3           | 1           |
| Staff- Laundry                       | 44,228    | equal to  | 44,228    | 0          | O.K.    | Pg20 K29        | A.             | 19               | 3           | Pg3 E12          | N/A            | 4           | 1           |
| Staff- Administrative                | 175,489   | equal to  | 175,489   | 0          | O.K.    | Pg20 K30..K32   | A.             | 20-22            | 3           | Pg3 E28          | N/A            | 17          | 1           |
| Staff- Clerical                      | 51,561    | equal to  | 51,561    | 0          | O.K.    | Pg20 K33..K34   | A.             | 23+24            | 3           | Pg3 E32          | N/A            | 21          | 1           |
| Staff- Medical Director              | 0         | equal to  | 0         | 0          | O.K.    | Pg20 K37        | A.             | 27               | 3           | Pg3 E18          | N/A            | 9           | 1           |
| Total Salaries And Wages             | 1,560,938 | equal to  | 1,560,938 | 0          | O.K.    | Pg20 K44        | A.             | 34               | 3           | Pg4 E29          | N/A            | 45          | 1           |
| Dietary Consultant                   | 500       | < or = to | 500       | 0          | O.K.    | Pg20 X12        | B.             | 35               | 2           | Pg3 G9           | N/A            | 1           | 3           |
| Medical Director                     | 13,900    | < or = to | 13,900    | 0          | O.K.    | Pg20 X13        | B.             | 36               | 2           | Pg3 G18          | N/A            | 9           | 3           |
| Consultants & contractors            | 43,936    | < or = to | 43,936    | 0          | O.K.    | Pg20 X14..X16+  | B. & C.        | 37to39 and 50to5 | 2           | Pg3 G19          | N/A            | 10          | 3           |
| Activity Consultant                  | 0         | < or = to | 0         | 0          | O.K.    | Pg20 X21        | B.             | 44               | 2           | Pg3 G21          | N/A            | 11          | 3           |
| Social Service Consultant            | 0         | < or = to | 0         | 0          | O.K.    | Pg20 X22        | B.             | 45               | 2           | Pg3 G22          | N/A            | 12          | 3           |
| Supp. Sched.- Admin. Salar.          | 175,489   | equal to  | 175,489   | 0          | O.K.    | Pg21 I16        | A.             | N/A              | N/A         | Pg3 E28          | N/A            | 17          | 1           |
| Supp. Sched.- Admin. Other           |           | equal to  | 38,929    | #VALUE!    | #VALUE! | Pg21 I24        | B.             | N/A              | N/A         | Pg3 G28          | N/A            | 17          | 3           |
| Supp. Sched.- Prof. Serv.            | 17,026    | equal to  | 17,026    | 0          | O.K.    | Pg21 I41        | C.             | N/A              | N/A         | Pg3 G30          | N/A            | 19          | 3           |
| Supp. Sched.- Benefit/Taxes          | 186,952   | equal to  | 186,952   | 0          | O.K.    | Pg21 P22        | D.             | N/A              | N/A         | Pg3 L33          | N/A            | 22          | 8           |
| Supp. Sched.- Sched of dues..        | 12,952    | equal to  | 12,952    | 0          | O.K.    | Pg21 V22        | F.             | N/A              | N/A         | Pg3 L31          | N/A            | 20          | 8           |
| Supp. Sched.- Sched. of trav         | 4,379     | equal to  | 4,379     | 0          | O.K.    | Pg21 V41        | G.             | N/A              | N/A         | Pg3 L35          | N/A            | 24          | 8           |
| Gen. Info - Particip. Fees           | 97,455    | equal to  | 97,455    | 0          | O.K.    | Pg23 I38        | N/A            | 11               | N/A         | Pg4 G25          | N/A            | 42          | 3           |
| Gen. Info - Employee Meals           | 1,900     | < or = to | 15,201    | -13,301    | O.K.    | Pg23 S16        | N/A            | 16               | N/A         | Pg3 K33          | N/A            | 2 & 22      | 7           |
| Gen. Info - Employee Meals           | 1,900     | equal to  | 1,900     | 0          | O.K.    | Pg23 S16        | N/A            | 16               | N/A         | Pg21 P12         | D.             | N/A         | N/A         |
| Nurse aide training                  | 0         | equal to  | 0         | 0          | O.K.    | Pg15 U29..U31   | B.             | 3, 4 & 5         | 4           | Pg3 E23          | N/A            | 13          | 1           |
| Days of medicare provided            | 2,232     | equal to  | 2,260     | -28        | FAILED  | Pg2 AB29        | K.             | N/A              | N/A         | Pg2 J30          | B.             | 8           | 4           |
| Adjustment for related org. costs    | 63,663    | equal to  | 63,663    | 0          | O.K.    | Pg5 Z18         | B.             | 34               | 1           | Pg6 to Pg 6I Y4† | B.             | 14          | 8           |
| Total loan balance                   | 1,488,659 | equal to  | 1,488,659 | 0          | O.K.    | Pg9 L34         | A.             | 15               | 7           | Pg17 V13+V27..   | N/A            | 29+39-41    | 2           |
| Real estate tax accrual              | 28,500    | equal to  | 28,500    | 0          | O.K.    | Pg10 W15        | B.             | 4                | N/A         | Pg17 V17         | N/A            | 32          | 2           |
| Land                                 | 32,861    | equal to  | 32,861    | 0          | O.K.    | Pg11 T43        | A.             | 3                | 4           | Pg17 K25         | N/A            | 13          | 2           |
| Building cost                        | 559,328   | equal to  | 559,328   | 0          | O.K.    | Pg12 to 12I L43 | B.             | 36               | 4           | Pg17 K26+K27     | N/A            | 14 & 15     | 2           |
| Equipment and vehicle cost           | 100,588   | equal to  | 100,588   | 0          | O.K.    | Pg13 O22+L13    | C. & D.        | 41 + 46          | 1 + 4       | Pg17 K28         | N/A            | 16          | 2           |
| Accumulated depr.                    | 19,147    | equal to  | 19,147    | 0          | O.K.    | Pg13 Y30        | E.             | 51               | 2           | Pg17 K29         | N/A            | 17          | 2           |
| End of year equity                   | 75,237    | equal to  | 75,237    | 0          | O.K.    | Pg18 I33        | N/A            | 24               | 1           | Pg17 S39         | N/A            | 47          | 1           |
| Net income (loss)                    | 273,425   | equal to  | 273,425   | 0          | O.K.    | Pg18 I15        | N/A            | 7                | 1           | Pg19 P30         | N/A            | 43          | 2           |
| Unamortized deferred maint. cost     | 0         | equal to  | 0         | 0          | O.K.    | Pg22 F31-J31..S | H.             | 20               | 3           | Pg17 K30         | N/A            | 18          | 2           |
| Balance Sheet                        | 2,286,059 | equal to  | 2,286,059 | 0          | O.K.    | Pg17:H41        |                | 25               | 1           | Pg17 S41         | N/A            | 48          | 1           |

|  |  |          |                        |             |
|--|--|----------|------------------------|-------------|
| Enter Core Center Expenses                         | YOUR ASSET CHARGES THE SUPPORT COST. That's ALONE TO THE COST SUPPORTS |          |                        | 12-03-02 PM |
| File Number  | 1-Name   |          | 2-Description          | 3-Reference |
| Cost report type                                   | From   | Through  | Cost Center            | Base Number |
| Enter an 8- or 10-0000 facility, enter a 1- or 2-1 | 04-01-00   | 04-01-00 |                        |             |
| Current last day                                   | 04-01-00   | 04-01-00 | 30.00 Pct of occupancy | 47.00%      |
| Enter base Unit Support/Unit                       | 0  |          |                        |             |
| Card Services Salary/Wage                          | 320,314 Card 1, Line 6 - (Job# 01)                                     |          |                        |             |
| Card Admin Salary/Wage                             | 207,000 Card 1, Line 28 - (Job# 01)                                    |          |                        |             |
| Total Salary                                       | 527,314 Card 1, Line 40 - (Job# 01)                                    |          |                        |             |
| Employee Benefits                                  | 100,000 Card 1, Line 33 - (Job# 01)                                    |          |                        |             |
| Total General Services                             | 627,314 Card 1, Line 43 - (Job# 01)                                    |          |                        |             |
| Total General Admin                                | 627,314 Card 1, Line 38 - (Job# 01)                                    |          |                        |             |

**Instructions and Calculation Steps**

**STEP 1** *Adjusted Support Service Costs to Include Current Amounts of Fringe Benefits and Payroll Taxes*

Fringe benefits and payroll taxes are reported as a lump sum under General Administration expenses in your cost report (Column 1, Item 13 of 202). You will need to take the amount of General Administration expenses, and subdivide the current portions of this lump sum to be allocated by your general services and General Administration expenses. This is done by provision

**A. General Services**

- 1 Determine the proportion of general services expense to total expense.
- 2 Multiply the total lump sum fringe amount by this proportion to get the fringe amount for General Services.

1. **General Governmental Activities** (Column 1, Line 1)  
Discovered by: **Year General Governmental Activities**  
General Governmental Activities are reported in total net income  
**General Governmental Activities** (Column 10, Line 1)
2. **Abstract of Employees Benefits in General Governmental Activities**  
This is the total General Governmental Activities (Column 1, Line 1)  
Total General Governmental Activities (Column 1, Line 1)

**General Administration**

1. **Abstract of the preparation of General Administration**  
This is the total net income from General Administration  
**General Administration** (Column 10, Line 1)
2. **Abstract of the total net income from General Administration**  
This is the total net income from General Administration  
**General Administration** (Column 10, Line 1)
3. **Abstract of the total net income from General Administration**  
This is the total net income from General Administration  
**General Administration** (Column 10, Line 1)

**General Administration**

1. **Abstract of the preparation of General Administration**  
This is the total net income from General Administration  
**General Administration** (Column 10, Line 1)
2. **Abstract of the total net income from General Administration**  
This is the total net income from General Administration  
**General Administration** (Column 10, Line 1)
3. **Abstract of the total net income from General Administration**  
This is the total net income from General Administration  
**General Administration** (Column 10, Line 1)

**4. Add Support/Reserve Credits for Inflation**

To calculate the impact of inflation, add/deduct inflation levels are used for the Standard Reserve and General Indemnification credits of your cost report. These inflation levels are input to Tally's Inflation Rates screen. To enter the appropriate inflation levels, first click to activate your base number (either the Standard Reserve or General Indemnification) from the base number field in Table 1. Enter the inflation levels which correspond to your base number and are being updating your support cost.

**5. Base Number Calculation**

Convert the beginning and ending dates of your cost reporting period (e.g., 1/1/94 to 1/1/95) to your report's unit numbers and apply the following formula:

Beginning Month = Ending Month  
Beginning Day = Ending Day  
Beginning Year = Ending Year

Enter the three base numbers in the following format:

11 divided by 2 = 5.5  
208 multiplied by 1 = 208

4. **Calculate Departmental Indirect Multiplier**

Notes: Total Indirect Multiplier, and find the multiplier which corresponds with the base number you have calculated.

**General Services Multiplier**  
**General Administration Multiplier**

5. **Apply Indirect Multipliers to Update Cost**

1. **Modify New Total General Services Cost**  
Step 1.6 (x) by the appropriate multiplier from Table

**New Total General Services Cost (Step 1.6 x)**  
**General Services Multiplier (Step 4.8)**

**Updated General Services Cost**

2. **Modify New Total General Administration Cost**  
Above Step 1.6 (x) by the appropriate multiplier from Table

**New Total General Admin Cost (Step 1.6 x)**  
**General Administration Multiplier (Step 4.8)**

**Updated General Admin Cost**

3. **Total Updated Support Costs (x) + 2**

[illegible]

Mortality by  
 minus total patient days  
 observational difference  
 plus total patient days  
 adjusted occupancy  
 total support costs (step 6, C, 3, above)  
 divided by adjusted occupancy  
 support costs per day

[illegible]

|   |   |   |
|---|---|---|
| C | <p>your dependent and your claim from Day 1 to the end of the 36th percentile for your HSA. After your dependent uses the dependent's own plan plus 10 percent of the difference between the 36th percentile for your dependent's own plan and the 75th percentile for the plan in the waiting. This waiting is equal to 6 percent of the difference between the 36th percentile for your dependent's plan and the 75th percentile for the plan. The waiting may be less than 6 percent in Table 1. Use the following plan to determine the waiting:</p> <p>75th Percentile Rate for your HSA<br/>         Member Support Plan Plus<br/>         Difference</p> <p>Multiply the Difference by</p> <p>Compare one-half the difference to the plan waiting for your HSA in Table 1 and</p> <p>Use the Lesser of the Two Amounts</p> <p>Plan Support Costs Per Day</p> <p>Plan Support Plan if support costs less than 36th percentile</p> | <p>75th Percentile<br/>         10th Percentile</p> |
| D | <p>YOUR PLAN TOTAL SUPPORT RATE AS A or E or</p>  |   |

| Table<br>Information Modules |         |         |         |
|------------------------------|---------|---------|---------|
| Year                         | General | General | General |
| 1983                         | 1 174   | 1 174   | 1 174   |
| 1984                         | 1 174   | 1 174   | 1 174   |
| 1985                         | 1 174   | 1 174   | 1 174   |
| 1986                         | 1 174   | 1 174   | 1 174   |
| 1987                         | 1 087   | 1 087   | 1 087   |
| 1988                         | 1 087   | 1 087   | 1 087   |
| 1989                         | 1 087   | 1 087   | 1 087   |
| 1990                         | 1 087   | 1 087   | 1 087   |
| 1991                         | 1 087   | 1 087   | 1 087   |
| 1992                         | 1 087   | 1 087   | 1 087   |
| 1993                         | 1 087   | 1 087   | 1 087   |
| 1994                         | 1 087   | 1 087   | 1 087   |
| 1995                         | 1 087   | 1 087   | 1 087   |
| 1996                         | 1 087   | 1 087   | 1 087   |
| 1997                         | 1 087   | 1 087   | 1 087   |
| 1998                         | 1 087   | 1 087   | 1 087   |
| 1999                         | 1 087   | 1 087   | 1 087   |
| 2000                         | 1 087   | 1 087   | 1 087   |
| 2001                         | 1 087   | 1 087   | 1 087   |
| 2002                         | 1 087   | 1 087   | 1 087   |
| 2003                         | 1 087   | 1 087   | 1 087   |
| 2004                         | 1 087   | 1 087   | 1 087   |
| 2005                         | 1 087   | 1 087   | 1 087   |
| 2006                         | 1 087   | 1 087   | 1 087   |
| 2007                         | 1 087   | 1 087   | 1 087   |
| 2008                         | 1 087   | 1 087   | 1 087   |
| 2009                         | 1 087   | 1 087   | 1 087   |
| 2010                         | 1 087   | 1 087   | 1 087   |
| 2011                         | 1 087   | 1 087   | 1 087   |
| 2012                         | 1 087   | 1 087   | 1 087   |
| 2013                         | 1 087   | 1 087   | 1 087   |
| 2014                         | 1 087   | 1 087   | 1 087   |
| 2015                         | 1 087   | 1 087   | 1 087   |
| 2016                         | 1 087   | 1 087   | 1 087   |
| 2017                         | 1 087   | 1 087   | 1 087   |
| 2018                         | 1 087   | 1 087   | 1 087   |
| 2019                         | 1 087   | 1 087   | 1 087   |
| 2020                         | 1 087   | 1 087   | 1 087   |
| 2021                         | 1 087   | 1 087   | 1 087   |
| 2022                         | 1 087   | 1 087   | 1 087   |
| 2023                         | 1 087   | 1 087   | 1 087   |
| 2024                         | 1 087   | 1 087   | 1 087   |
| 2025                         | 1 087   | 1 087   | 1 087   |
| 2026                         | 1 087   | 1 087   | 1 087   |
| 2027                         | 1 087   | 1 087   | 1 087   |
| 2028                         | 1 087   | 1 087   | 1 087   |
| 2029                         | 1 087   | 1 087   | 1 087   |
| 2030                         | 1 087   | 1 087   | 1 087   |
| 2031                         | 1 087   | 1 087   | 1 087   |
| 2032                         | 1 087   | 1 087   | 1 087   |
| 2033                         | 1 087   | 1 087   | 1 087   |
| 2034                         | 1 087   | 1 087   | 1 087   |
| 2035                         | 1 087   | 1 087   | 1 087   |
| 2036                         | 1 087   | 1 087   | 1 087   |
| 2037                         | 1 087   | 1 087   | 1 087   |
| 2038                         | 1 087   | 1 087   | 1 087   |
| 2039                         | 1 087   | 1 087   | 1 087   |
| 2040                         | 1 087   | 1 087   | 1 087   |
| 2041                         | 1 087   | 1 087   | 1 087   |
| 2042                         | 1 087   | 1 087   | 1 087   |
| 2043                         | 1 087   | 1 087   | 1 087   |
| 2044                         | 1 087   | 1 087   | 1 087   |
| 2045                         | 1 087   | 1 087   | 1 087   |
| 2046                         | 1 087   | 1 087   | 1 087   |
| 2047                         | 1 087   | 1 087   | 1 087   |
| 2048                         | 1 087   | 1 087   | 1 087   |
| 2049                         | 1 087   | 1 087   | 1 087   |
| 2050                         | 1 087   | 1 087   | 1 087   |
| 2051                         | 1 087   | 1 087   | 1 087   |
| 2052                         | 1 087   | 1 087   | 1 087   |
| 2053                         | 1 087   | 1 087   | 1 087   |
| 2054                         | 1 087   | 1 087   | 1 087   |
| 2055                         | 1 087   | 1 087   | 1 087   |
| 2056                         | 1 087   | 1 087   | 1 087   |
| 2057                         | 1 087   | 1 087   | 1 087   |
| 2058                         | 1 087   | 1 087   | 1 087   |
| 2059                         | 1 087   | 1 087   | 1 087   |
| 2060                         | 1 087   | 1 087   | 1 087   |
| 2061                         | 1 087   | 1 087   | 1 087   |
| 2062                         | 1 087   | 1 087   | 1 087   |

| WIS | 75th<br>Percentile |
|-----|--------------------|
| 1   | 17.33              |
| 2   | 17.33              |
| 3   | 34.36              |
| 4   | 37.33              |
| 5   | 32.68              |
| 6   | 43.80              |
| 7   | 43.80              |
| 8   | 43.80              |
| 9   | 39.62              |
| 10  | 40.08              |
| 11  | 38.80              |

| ICFID | 70th       | 50th       | Below 50th |
|-------|------------|------------|------------|
|       | Percentage | Percentage | Percentage |
| 2     | 103.50     | 26.67      | 3.70       |
| 3     | 102.74     | 26.64      | 3.69       |
| 4     | 103.30     | 26.67      | 3.70       |
| 5     | 103.48     | 23.75      | 3.40       |
| 6     | 403.44     | 31.64      | 4.93       |
| 7     | 403.44     | 31.64      | 4.93       |
| 8     | 403.44     | 31.64      | 4.93       |
| 9     | 107.80     | 26.62      | 4.90       |
| 10    | 104.80     | 27.49      | 3.88       |
| 11    | 102.73     | 26.62      | 3.69       |



|                                     | Salaries  | Supplies | Other     | Total     | Reclass-<br>ifications | Reclassified<br>Total | Adjusted<br>Adjustments | Adjusted<br>Total |
|-------------------------------------|-----------|----------|-----------|-----------|------------------------|-----------------------|-------------------------|-------------------|
| 1. Dietary                          | 166,429   | 12,578   | 500       | 179,507   | 0                      | 179,507               | 216                     | 179,723           |
| 2. Food Purchase                    | 0         | 134,305  | 0         | 134,305   | 0                      | 134,305               | -2,619                  | 131,686           |
| 3. Housekeeping                     | 82,769    | 19,515   | 0         | 102,284   | 0                      | 102,284               | 0                       | 102,284           |
| 4. Laundry                          | 44,228    | 6,601    | 0         | 50,829    | 0                      | 50,829                | 0                       | 50,829            |
| 5. Heat and Other Utilities         | 0         | 0        | 141,207   | 141,207   | 0                      | 141,207               | 585                     | 141,792           |
| 6. Maintenance                      | 29,888    | 24,658   | 34,709    | 89,255    | 0                      | 89,255                | 2,490                   | 91,745            |
| 7. Other (specify)*                 | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 8. Total General Services           | 323,314   | 197,657  | 176,416   | 697,387   | 0                      | 697,387               | 672                     | 698,059           |
| 9. Medical Director                 | 0         | 0        | 13,900    | 13,900    | 0                      | 13,900                | 0                       | 13,900            |
| 10. Nursing & Medical Records       | 907,894   | 100,164  | 43,936    | 1,051,994 | 0                      | 1,051,994             | 0                       | 1,051,994         |
| 10a. Therapy                        | 0         | 1,341    | 121,468   | 122,809   | 0                      | 122,809               | 0                       | 122,809           |
| 11. Activities                      | 25,392    | 341      | 0         | 25,733    | 0                      | 25,733                | 0                       | 25,733            |
| 12. Social Services                 | 62,887    | 143      | 0         | 63,030    | 0                      | 63,030                | 0                       | 63,030            |
| 13. Nurse Aide Training             | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 14. Program Transportation          | 14,401    | 0        | 0         | 14,401    | 0                      | 14,401                | 0                       | 14,401            |
| 15. Other (specify)*                | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 16. Total Health Care & Programs    | 1,010,574 | 101,989  | 179,304   | 1,291,867 | 0                      | 1,291,867             | 0                       | 1,291,867         |
| 17. Administrative                  | 175,489   | 0        | 38,929    | 214,418   | 0                      | 214,418               | -38,929                 | 175,489           |
| 18. Directors Fees                  | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 19. Professional Services           | 0         | 0        | 17,026    | 17,026    | 0                      | 17,026                | 40,321                  | 57,347            |
| 20. Fees, Subscriptions & Promotion | 0         | 0        | 11,992    | 11,992    | 0                      | 11,992                | 960                     | 12,952            |
| 21. Clerical & General Office       | 51,561    | 7,156    | 24,215    | 82,932    | 0                      | 82,932                | 17,383                  | 100,315           |
| 22. Employee Benefits & Payroll     | 0         | 0        | 171,751   | 171,751   | 0                      | 171,751               | 15,201                  | 186,952           |
| 23. Inservice Training & Education  | 0         | 0        | 1,869     | 1,869     | 0                      | 1,869                 | 425                     | 2,294             |
| 24. Travel and Seminar              | 0         | 0        | 2,932     | 2,932     | 0                      | 2,932                 | 1,447                   | 4,379             |
| 25. Other Admin. Staff Trans        | 0         | 0        | 16,778    | 16,778    | 0                      | 16,778                | 1,539                   | 18,317            |
| 26. Insurance-Prop.Liab.Malpractice | 0         | 0        | 140,930   | 140,930   | 0                      | 140,930               | -416                    | 140,514           |
| 27. Other (specify)*                | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 28. Total General Adminis           | 227,050   | 7,156    | 426,422   | 660,628   | 0                      | 660,628               | 37,931                  | 698,559           |
| 29. Total General Administrative    | 1,560,938 | 306,802  | 782,142   | 2,649,882 | 0                      | 2,649,882             | 38,603                  | 2,688,485         |
| 30. Depreciation                    | 0         | 0        | 47,208    | 47,208    | 0                      | 47,208                | -23,244                 | 23,964            |
| 31. Amortization of Pre-Op. & Org.  | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 32. Interest                        | 0         | 0        | 56,248    | 56,248    | 0                      | 56,248                | 21,067                  | 77,315            |
| 33. Real Estate                     | 0         | 0        | 28,500    | 28,500    | 0                      | 28,500                | 0                       | 28,500            |
| 34. Rent - Facility & Grounds       | 0         | 0        | 0         | 0         | 0                      | 0                     | 2,789                   | 2,789             |
| 35. Rent - Equipment & Vehicles     | 0         | 0        | 19,143    | 19,143    | 0                      | 19,143                | 546                     | 19,689            |
| 36. Other (specify):*               | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 37. Total Ownership                 | 0         | 0        | 151,099   | 151,099   | 0                      | 151,099               | 1,158                   | 152,257           |
| 38. Medically Necessary T           | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 39. Ancillary Service Cent          | 0         | 55,676   | 0         | 55,676    | 0                      | 55,676                | 0                       | 55,676            |
| 40. Barber and Beauty Shop          | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 41. Coffee and Gift Shops           | 0         | 0        | 0         | 0         | 0                      | 0                     | 0                       | 0                 |
| 42                                  | 0         | 0        | 97,455    | 97,455    | 0                      | 97,455                | 0                       | 97,455            |
| 43. Other (specify):*               | 0         | 0        | 42,777    | 42,777    | 0                      | 42,777                | -42,777                 | 0                 |
| 44. Total Special Cost Ce           | 0         | 55,676   | 140,232   | 195,908   | 0                      | 195,908               | -42,777                 | 153,131           |
| 45. Grand Total                     | 1,560,938 | 362,478  | 1,073,473 | 2,996,889 | 0                      | 2,996,889             | -3,016                  | 2,993,873         |

|   | After     |               |
|---|-----------|---------------|
|   | Operating | Consolidation |
| General Service Cost Center                 |           |               |
| 1. Cash on hand and in banks                | 1,100     | 1,100         |
| 2. Cash - Patient Deposits                  | 0         | 0             |
| 3. Accounts & Notes Receivable              | 1,160,826 | 1,160,826     |
| 4. Supply Inventory                         | 0         | 0             |
| 5. Short-Term Investments                   | 0         | 0             |
| 6. Prepaid Insurance                        | 13,531    | 13,531        |
| 7. Other Prepaid Expenses                   | 55,845    | 55,845        |
| 8. Accounts Receivable-Owner/Related Party  | 0         | 0             |
| 9. Other (specify):                         | 397,818   | 397,818       |
| 10. Total current assets                    | 1,629,120 | 1,629,120     |
| LONG TERM ASSETS                            |           |               |
| 11. Long-Term Notes Receivable              | 0         | 0             |
| 12. Long-Term Investments                   | 0         | 0             |
| 13. Land                                    | 36,887    | 32,861        |
| 14. Buildings, at Historical Cost           | 528,492   | 528,492       |
| 15. Leasehold Improvements, Historical Cost | 26,810    | 30,836        |
| 16. Equipment, at Historical Cost           | 100,588   | 100,588       |
| 17. Accumulated Depreciation (book methods) | -47,208   | -19,147       |
| 18. Deferred Charges                        | 0         | 0             |
| 19. Organization & Pre-Operating Costs      | 0         | 0             |
| 20. Accum Amort - Org/Pre-Op Costs          | 0         | 0             |
| 21. Restricted Funds                        | 0         | 0             |
| 22. Other Long-Term Assets (specify):       | 11,370    | 11,370        |
| 23. other (specify):                        | 0         | 0             |
| 24. Total Long-Term Assets                  | 656,939   | 685,000       |
| 25. Total Assets                            | 2,286,059 | 2,314,120     |
| CURRENT LIABILITIES                         |           |               |
| 26. Accounts Payable                        | 404,024   | 404,024       |
| 27. Officer's Accounts Payable              | 0         | 0             |
| 28. Accounts Payable-Patients Deposits      | 0         | 0             |
| 29. Short-Term Notes Payable                | 0         | 0             |
| 30. Accrued Salaries Payable                | 128,293   | 128,293       |
| 31. Accrued Taxes Payable                   | 0         | 0             |
| 32. Accrued Real Estate Taxes               | 28,500    | 28,500        |
| 33. Accrued Interest Payable                | 0         | 0             |
| 34. Deferred Compensation                   | 0         | 0             |
| 35. Federal and State Income Taxes          | 0         | 0             |
| 36. Other Current Liabilities (specify):    | 161,346   | 161,346       |
| 37. Other Current Liabilities (specify):    | 0         | 0             |
| 38. Total Current Liabilities               | 722,163   | 722,163       |
| LONG TERM LIABILITES                        |           |               |
| 39. Long-Term Notes Payable                 | 14,559    | 14,559        |
| 40. Mortgage Payable                        | 1,474,100 | 1,474,100     |
| 41. Bonds Payable                           | 0         | 0             |
| 42. Deferred Compensation                   | 0         | 0             |
| 43. Other Long-Term Liabilities (specify):  | 0         | 0             |
| 44. Other Long-Term Liabilities (specify):  | 0         | 0             |
| 45. Total Long-Term Liabilities             | 1,488,659 | 1,488,659     |
| 46. Total Liabilities                       | 2,210,822 | 2,210,822     |
| 47. Total Equity                            | 75,237    | 103,298       |
| 48. Total Liabilities and Equity            | 2,286,059 | 2,314,120     |



|  | Balance per<br>Medicaid<br>Trial Balance |
|--|--|
| 1. Gross Revenue - All levels of Care      | 2,986,963                                |
| 2. Discounts and Allowances for all Levels | 84,471                                   |
| Subtotal - Inpatient Care                  | 3,071,434                                |
| 4. Day Care                                | 0  |
| 5. Other Care for Outpatients              | 0  |
| 6. Therapy                                 | 152,937                                  |
| 7. Oxygen                                  | 0  |
| Subtotal - Ancillary Revenue               | 152,937                                  |
| 9. Payments for Education                  | 0  |
| 10. Other Governmental Grants              | 0  |
| 11. Nurses Aide Training Reimbursements    | 0  |
| 12. Gift and Coffee Shop                   | 0  |
| 13. Barber and Beauty Care                 | 0  |
| 14. Non-Patient Meals                      | 719                                      |
| 15. Telephone, Television, and Radio       | 1,942                                    |
| 16. Rental of Facility Space               | 0  |
| 17. Sale of Drugs                          | 33,910                                   |
| 18. Sale of Supplies to Non-Patients       | 0  |
| 19. Laboratory                             | 0  |
| 20. Radiology and X-Ray                    | 1,123                                    |
| 21. Other Medical Services                 | 920                                      |
| 22. Laundry                                | 0  |
| Subtotal - Other Operating Revenue         | 38,614                                   |
| 24. Contributions                          | 0  |
| 25. Interest and Other Investments Income  | 0  |
| Subtotal - Non-Operating Revenue           | -  |
| 27. Other Revenue (specify):               | 7,329                                    |
| 28. Other Revenue (specify):               | 0  |
| Subtotal - Other Revenue                   | 7,329                                    |
| 30. Total Revenue                          | 3,270,314                                |
| 31. General Services                       | 101,068                                  |
| 32. Health Care                            | 203,144                                  |
| 33. General Administration                 | 69,504                                   |
| 34. Ownership                              | 337                                      |
| 35. Special Cost Centers                   | 7,267                                    |
| 35. Provider Participation Fee             | 16,287                                   |
| 37. Other                                  | 0  |
| 40. Total Expenses                         | 397,607                                  |
| 41. Income Before Income Taxes             | 2,872,707                                |
| 42. Income Taxes                           | 0  |
| 43. Net Income or Loss for the Year        | 2,872,707                                |

Page

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22

23 Provider Participation fee is linked from page 4